FORM APPROVED Form 3160-3 OMB No. 1004-0136 (August 1999) Expires November 30, 2000 UNITED STATES 5. Lease Serial No. DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT UTU-01196-B 6. If Indian, Allottee or Tribe Name APPLICATION FOR PERMIT TO DRILL OR REENTER 7. If Unit or CA Agreement, Name and No la. Type of Work: X DRILL REENTER UNIT #891008900A 8. Lease Name and Well No. Multiple Zone b. Type of Well: Oil Well **★** Gas Well Other Single Zone NBU 1022-9K-2T 9. API Well No. 2. Name of Operator 43-047-38 881 KERR McGEE OIL & GAS ONSHORE LP 10. Field and Pool, or Exploratory 3b. Phone No. (include area code) 3A. Address NATURAL BUTTES (435) 781-7024 1368 SOUTH 1200 EAST VERNAL, UT 84078 4. Location of Well (Report location clearly and in accordance with any State requirements.*)

ALECNA 2126'ESI 1483'EINI 632545X 39 961986 11. Sec., T., R., M., or Blk, and Survey or Area NESW 2126'FSL, 1483'FWL At surface 4424481 -109.448154 SEC. 9, T10S, R22E At proposed prod. Zone 13. State 14. Distance in miles and direction from nearest town or post office 12. County or Parish UINTAH UTAH 24.35 MILES SOUTHEAST OF OURAY, UTAH Distance from proposed 16. No. of Acres in lease 17. Spacing Unit dedicated to this well location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any) 320.00 40.00 Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft 19. Proposed Depth 20. BLM/BIA Bond No. on file REFER TO **BOND NO: WY-2357** 8760' TOPO C 23. Estimated duration 21. Elevations (Show whether DF, KDB, RT, GL, etc.) 22. Approximate date work will start* 5152'GL 24. Attachments The following, completed in accordance with the requirements of Onshore Oil and Gas Order No. 1, shall be attached to this form: 4. Bond to cover the operations unless covered by an existing bond on file (see 1. Well plat certified by a registered surveyor. 2. A Drilling Plan. Item 20 above). 5. Operator certification. 3. A Surface Use Plan (if the location is on National Forest System Lands, the 6. Such other site specific information and/or plans as may be required by the SUPO shall be filed with the appropriate Forest Service Office. authorized office. Name (Printed/Typed) 10/24/2006 SHEILA UPCHEGO Name (Printed/Typed)

Application approval does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Office ENVIRONMENTAL MANAGER

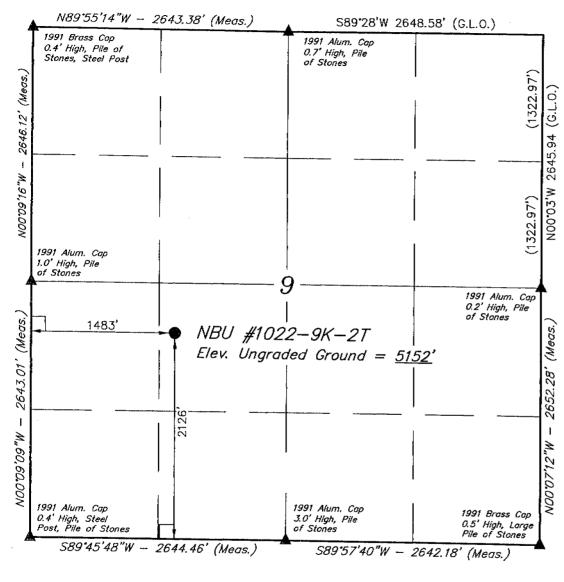
Conditions of approval, if any, are attached.

Title 18 U.S.C. Section 1001and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

*(Instructions on reverse)

RECEIVED NOV 0 1 2006

T10S, R22E, S.L.B.&M.



(NAD 83)

LEGEND: LATITUDE = 39'57'43.47"(39.962075)LONGITUDE = 109'26'56.15" (109.448931) = 90° SYMBOL

= PROPOSED WELL HEAD.

= SECTION CORNERS LOCATED.

(NAD 27)

LATITUDE = 39.57.43.59" (39.962108) LONGITUDE = 109'26'53.69" (109.448247)

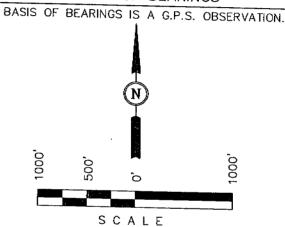
Kerr McGee Oil & Gas Onshore LP

Well location, NBU #1022-9K-2T, located as shown in the NE 1/4 SW 1/4 of Section 9, T10S. R22E, S.L.B.&M. Uintah County, Utah.

BASIS OF ELEVATION

TWO WATER TRIANGULATION STATION LOCATED IN THE NW 1/4 OF SECTION 1, T10S, R21E, S.L.B.&M. TAKEN FROM THE BIG PACK MTN NE, QUADRANGLE, UTAH, UINTAH COUNTY, 7.5 MINUTE QUAD. (TOPOGRAPHIC MAP) PUBLISHED BY THE UNITED STATES DEPARTMENT OF THE INTERIOR, GEOLOGICAL SURVEY. SAID ELEVATION IS MARKED AS BEING 5238 FEET.

BASIS OF BEARINGS



CERTIFICATE IIII THIS IS TO CERTIFY THAT THE AROUND AND THE OR SUPERVISION AND THAT THE SALE FRE TRUE AND BEST OF MY KNOWLEDGE AND

UINTAH ENGINEERING & LAND SURVEYING 85 SOUTH 200 EAST - VERNAL, UTAH 84078

(435) 789-1017

SCALE 1" = 1000'	DATE SURVEYED: DATE DRAWN: 04-28-06 05-02-					
N.H. T.F. S.L.	REFERENCES G.L.O. PLA	Ţ				
WEATHER HOT	FILE Kerr McGee Oil & Gas Onshore LP					

NBU #1022-9K-2T NESW SEC 9-T10S-R22E UINTAH COUNTY, UTAH UTU-01196-B

ONSHORE ORDER NO. 1

DRILLING PROGRAM

1. Estimated Tops of Important Geologic Markers:

<u>Formation</u>	<u>Depth</u>
Uinta	0- Surface
Green River	1133'
Top of Birds Nest Water	1425'
Mahogany	2040'
Wasatch	4248'
Mesaverde	6744'
MVU2	7682'
MVL1	8223'
TD	8760'

2. Estimated Depths of Anticipated Water, Oil, Gas, or Mineral Formations:

Substance	<u>Formation</u>	<u>Depth</u>
	Green River	1133'
	Top of Birds Nest Water	1425'
	Mahogany	2040'
Gas	Wasatch	4248'
Gas	Mesaverde	6744'
Gas	MVU2	7682'
Gas	MVL1	8223'
Water	N/A	
Other Minerals	N/A	

3. Pressure Control Equipment (Schematic Attached)

Please see the Natural Buttes Unit Standard Operating Procedure (SOP).

4. Proposed Casing & Cementing Program:

Please see the Natural Buttes Unit SOP.

5. Drilling Fluids Program:

Please see the Natural Buttes Unit SOP.

6. <u>Evaluation Program</u>:

Please see the Natural Buttes Unit SOP.

7. Abnormal Conditions:

Maximum anticipated bottomhole pressure calculated at 8760' TD, approximately equals 5431 psi (calculated at 0.62 psi/foot).

Maximum anticipated surface pressure equals approximately 3504 psi (bottomhole pressure minus the pressure of a partially evacuated hole calculated at 0.22 psi/foot).

8. Anticipated Starting Dates:

Drilling is planned to commence immediately upon approval of this application.

9. <u>Variances:</u>

Please see Natural Buttes Unit SOP.

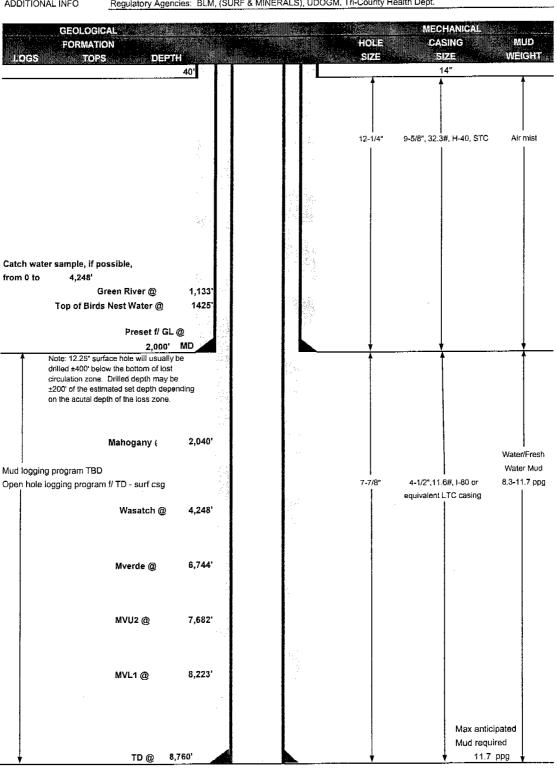
10. Other Information:

Please see Natural Buttes Unit SOP.



KERR-McGEE OIL & GAS ONSHORE LP DRILLING PROGRAM

COMPANY NAME	KERR-McGEE OIL & GAS ONSHORE LP	DATE	October 2	24, 2006	
WELL NAME	NBU 1022-9K-2T	TD	8,760	MD/TVD	
FIELD Natural Butte	es COUNTY Uintah STATE	Utah	ELEVATION	5,152' GL	KB 5,167'
SURFACE LOCATION	NWNESW SECTION 9, T10S, R22E 2126'FS	L, 1483'FWL			BHL Straight Hole
	Latitude: 39.962075 Longitude: 109	.448931			
OBJECTIVE ZONE(S)	Wasatch/Mesaverde				
ADDITIONAL INFO	Regulatory Agencies: BLM, (SURF & MINER	ALS), UDOC	M, Tri-County	Health Dept.	





KERR-McGEE OIL & GAS ONSHORE LP

DRILLING PROGRAM

CASING PROGRAM

							DESIGN FACTORS			
	SIZE	INTERVA		WT.	GR.	CPLG.	EURST	COLLAPSE	TENSION	
CONDUCTOR	14"	0-40'								
	ļ		.		7. 1. 4.	Barrier (1984)	2270	1370	254000	
SURFACE	9-5/8"	0 to	2000	32.30	H-40	STC	0.67******	1.46	4.49	
				.			7780	6350	201000	
PRODUCTION	4-1/2"	0 to	8760	11.60	I-80	LTC	2.29	1.19	2.27	
								Para Talan		

- 1) Max Anticipated Surf. Press.(MASP) (Surface Casing) = (Pore Pressure at next csg point-(0.22 psi/ft-partial evac gradient x TVD of next csg point)
- 2) MASP (Prod Casing) = Pore Pressure at TD (.22 psi/ft-partial evac gradient x TD)

(Burst Assumptions: TD = 11.7 ppg)

.22 psi/ft = gradient for partially evac wellbore

DATE:

(Collapse Assumption: Fully Evacuated Casing, Max MW) (Tension Assumptions: Air Weight of Casing*Buoy.Fact. of water)

3402 psi

Burst SF is low but csg is much stronger than formation at 2000. EMW @ 2000 for 2270# is 21.8 ppg or 1.13 psi/ft

CEMENT PROGRAM

		FT. OF FILL	DESCRIPTION	SACKS	EXCESS	WEIGHT	YIELD
SURFACE	LEAD		Premium cmt + 2% CaCl	215	60%	15.60	1.18
Option 1			+ .25 pps flocele				
TOP	OUT CMT (1)	200	20 gals sodium silicate + Premium cmt	50		15.60	1.18
			+ 2% CaCl + .25 pps flocele				
TOP	OUT CMT (2)	as required	Premium cmt + 2% CaCl	as req.	, , , ,	15.60	1.18
SURFACE	İ		NOTE: If well will circulate water to su	ırface, op	tion 2 will b	e utilized	
Option 2	LEAD	1500	Prem cmt + 16% Gel + 10 pps gilsonite	170	35%	11.00	3.82
			+ 25 pps Flocele + 3% salt BWOC				par vignal
	TAIL	500	Premium cmt + 2% CaCl	35%	15.60	1.18	
			+ .25 pps flocele				
τc	P OUT CMT	as required	Premium cmt + 2% CaCl	as req.		15.60	1.18
PRODUCTION	LEAD	3,740	Premium Lite II + 3% KCI + 0.25 pps	410	60%	11.00	3.38
			celloflake + 5 pps gilsonite + 10% gel				
			+ 0.5% extender				
							in a Maria Maria Agail
	TAIL	5,020'	50/50 Poz/G + 10% salt + 2% gel	1400	60%	14.30	1.31
			+.1% R-3			11	

^{*}Substitute caliper hole volume plus 0% excess for LEAD if accurate caliper is obtained

FLOAT EQUIPMENT & CENTRALIZERS

SURFACE	Guide shoe, 1 jt, insert float. Centralize first 3 joints with bow spring centralizers. Thread lock guide shoe.								
PRODUCTION	Float shoe, 1 jt, float collar. Centralize first 3 joints & every third joint to top of tail cement with bow spring centralizers.								

ADDITIONAL INFORMATION

В	SOPE: 11" 5M with one annular and 2 rams. Test to 5,000 psi (annular to 2,500 psi) prior to drilling out. Record on chart recorder &
to	our sheet. Function test rams on each trip. Maintain safety valve & inside BOP on rig floor at all times. Kelly to be equipped with upper
&	k lower kelly valves.
D	Orop Totco surveys every 2000'. Maximum allowable hole angle is 5 degrees.
M	Aost rigs have PVT Systems for mud monitoring. If no PVT is available, visual monitoring will be utilitzed.

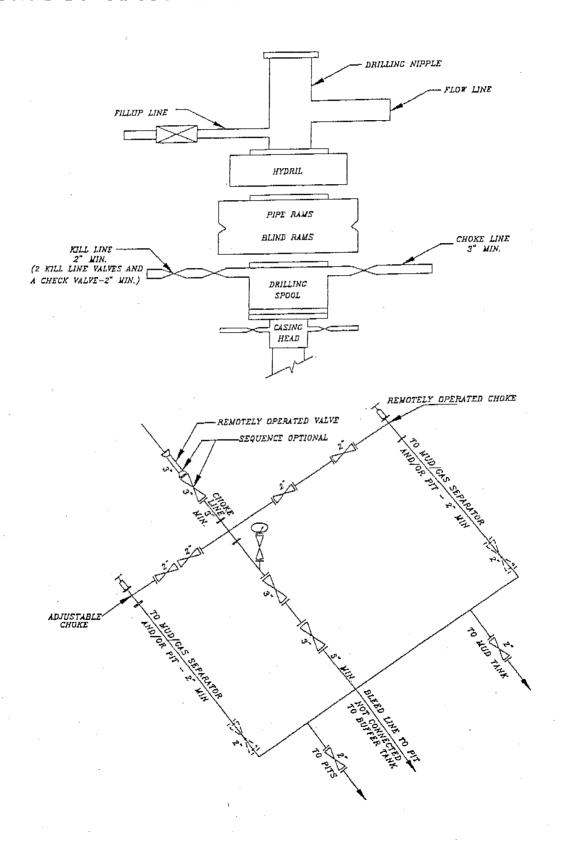
DRILLING SUPERINTENDENT:

Randy Bayne NBU1022-9K-2T APD.xls

Brad Laney

^{*}Substitute caliper hole volume plus 10% excess for TAIL if accurate caliper is obtained

5M BOP STACK and CHOKE MANIFOLD SYSTEM



NBU #1022-9K-2T NESW SEC 9, T10S, R22E UINTAH COUNTY, UTAH UTU-01196-B

ONSHORE ORDER NO. 1

MULTI-POINT SURFACE USE & OPERATIONS PLAN

1. Existing Roads:

Refer to the attached location directions.

Refer to Topo Maps A and B for location of access roads within a 2-mile radius.

2. Planned Access Roads:

Please see the Natural Buttes Unit Standard Operating Procedure (SOP).

The operator will utilize an existing access road. Please refer to the attached Topo Map B.

3. Location of Existing Wells Within a 1-Mile Radius:

Please refer to Topo Map C.

4. Location of Existing & Proposed Facilities:

Please see the Natural Buttes Unit SOP.

The operator will utilize an existing 4" pipeline already in place. Refer to Topo Map D.

Variances to Best Management Practices (BMPs) Requested:

The pipeline shall be installed on surface within the access corridor for the well location. As a Best Management Practice (BMP), the pipeline would be buried within the access road corridor if possible. The construction of pipelines requires the corridor of 30 feet.

This exception to the BMP should be granted by the BLM Authorized Officer because indurated bedrock, such as sandstone, is at or within 2 feet of the surface and the soil has a poor history for successful rehabilitation.

All facilities will be painted within six months of installation. Facilities required to comply with the Occupational Safety and Health Act (OSHA) will be excluded. The requested color is Carlsbad Canyon Brown (2.5Y 6/2), a non-reflective earthtone.

5. <u>Location and Type of Water Supply</u>:

Please see the Natural Buttes SOP.

6. Source of Construction Materials:

Please see the Natural Buttes SOP.

7. Methods of Handling Waste Materials:

Please see the Natural Buttes SOP.

Any produced water from the proposed well will be contained in a water tank and will then be hauled by truck to one of the pre-approved disposal sites: RNI, Sec. 5, T9S, R22E, NBU #159, Sec. 35, T9S R21E, Ace Oilfield, Sec. 2, T6S, R20E, MC&MC, Sec. 12, T6S, R19E (Request is in lieu of filing Form 3160-5, after initial production).

8. Ancillary Facilities:

Please see the Natural Buttes SOP.

9. Well Site Layout: (See Location Layout Diagram)

The attached Location Layout Diagram describes drill pad cross-sections, cuts and fills, and locations of the mud tanks, reserve pit, flare pit, pipe racks, trailer parking, spoil dirt stockpile(s), and surface material stockpile(s).

Please see the attached diagram to describe rig orientation, parking areas, and access roads.

A 20 mil reserve pit liner with felt will be used. As discussed at the on-site inspection.

Location size may change prior to the drilling of the well due to the current rig availability. If the proposed location is not large enough to accommodate the drilling rig. The location will be resurveyed and a form 3160-5 will be submitted.

10. Plans for Reclamation of the Surface:

Please see the Natural Buttes SOP.

When the pit is backfilled, the topsoil pile shall be spread on the location up to the rig anchor points. The location will be reshaped to the original contour to the extent possible. The following seed mixture will be used to reclaim the surface for interim reclamation using appropriate reclamation methods. A total of 12 lbs/acre will be used if the seeds are drilled (24 lbs/acre if the seeds are broadcast). The per acre requirements for *drilled* seed are:

No seed mix specified at the on-site inspection.

Operator shall call the BLM for the seed mixture when final reclamation occurs.

11. Surface Ownership:

The well pad and access road are located on lands owned by:

United States of America Bureau of Land Management 170 South 500 East Vernal, UT 84078 (435)781-4400

12. Other Information:

A Class III Archaeological Survey Report No. 06-221, completed on May 29, 2006 for the well location; The paleontological Survey Report No. 06-193 completed on July 28, 2006; these reports are being submitted along with the Application for Permit to Drill (APD).

13. Lessee's or Operator's Representative & Certification:

Sheila Ucphego Regulatory Analyst Kerr-McGee Oil & Gas Onshore LP 1368 South 1200 East Vernal, UT 84078 (435) 781-7024 Randy Bayne Drilling Manager Kerr-McGee Oil & Gas Onshore LP 1368 South 1200 East Vernal, UT 84078 (435) 781-7018

Certification: All lease and/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws, regulations, Onshore Oil and Gas Orders, the approved Plan of Operations, and any applicable Notice to Lessees.

Kerr-McGee Oil & Gas Onshore LP is considered to be the operator of the subject well. Kerr-McGee Oil & Gas Onshore LP agrees to be responsible under the terms and conditions of the lease for the operations conducted upon leased lands.

The Operator will be fully responsible for the actions of its subcontractors. A complete copy of the approved "Application for Permit to Drill" will be furnished to the field representative(s) to ensure compliance and shall be on location during all construction and drilling operations.

Bond coverage pursuant to 43 CFR 3104 for lease activities is being provided by BLM Nationwide Bold #WY-2357.

I hereby certify that I, or persons under my supervision, have inspected the proposed drill site and access route, that I am familiar with the conditions that currently exist; that the statements made in this plan are, to the best of my knowledge, true and correct; and the work associated with the operations proposed herein will be performed by the Operator, its contractors, and subcontractors in conformity with this plan and the terms and conditions under which it is approved.

Mult Multy Sheila Upchego

10/24/2006	
Date	

Kerr-McGee Oil & Gas Onshore LP NBU #1022-9K-2T SECTION 9, T10S, R22E, S.L.B.&M.

PROCEED IN A WESTERLY DIRECTION FROM VERNAL, UTAH ALONG U.S. HIGHWAY 40 APPROXIMATELY 14.0 MILES TO THE JUNCTION OF STATE HIGHWAY 88; EXIT LEFT AND PROCEED IN A SOUTHERLY DIRECTION APPROXIMATELY 17.0 MILES TO OURAY, UTAH; PROCEED IN A SOUTHERLY DIRECTION APPROXIMATELY 6.9 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE SOUTHEAST; TURN LEFT AND PROCEED IN A SOUTHEASTERLY, THEN EASTERLY DIRECTION APPROXIMATELY 5.0 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE NORTHWEST; TURN LEFT AND PROCEED IN A NORTHWESTERLY DIRECTION APPROXIMATELY 0.3 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE NORTHEAST; TURN RIGHT AND PROCEED IN A NORTHEASTERLY DIRECTION APPROXIMATELY 3.9 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE NORTHEAST; PROCEED IN A NORTHEASTERLY DIRECTION APPROXIMATELY 0.9 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE SOUTHWEST; TURN RIGHT AND PROCEED IN A SOUTHWESTERLY, THEN SOUTHEASTERLY DIRECTION APPROXIMATELY 7.2 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE NORTH; TURN LEFT AND PROCEED IN A NORTHERLY DIRECTION APPROXIMATELY 350' TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE NORTHEAST; TURN RIGHT AND PROCEED IN A NORTHEASTERLY DIRECTION APPROXIMATELY 0.15 MILES TO THE PROPOSED LOCATION.

TOTAL DISTANCE FROM VERNAL, UTAH TO THE PROPOSED WELL LOCATION IS APPROXIMATELY 55.4 MILES.

Kerr-McGee Oil & Gas Onshore LP

NBU #1022-9K-2T LOCATED IN UINTAH COUNTY, UTAII SECTION 9, T10S, R22E, S.L.B.&M.

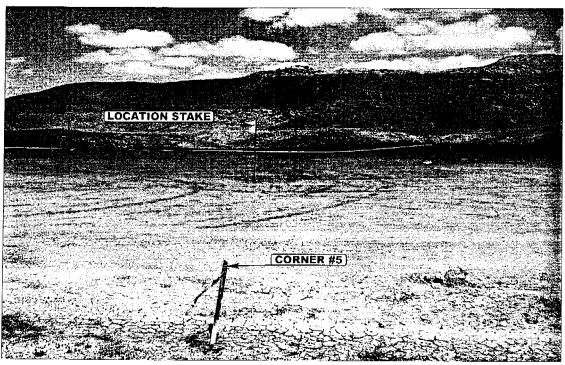


PHOTO: VIEW FROM CORNER #5 TO LOCATION STAKE

CAMERA ANGLE: NORTHWESTERLY



PHOTO: VIEW OF EXISTING ACCESS

CAMERA ANGLE: NROTHEASTERLY



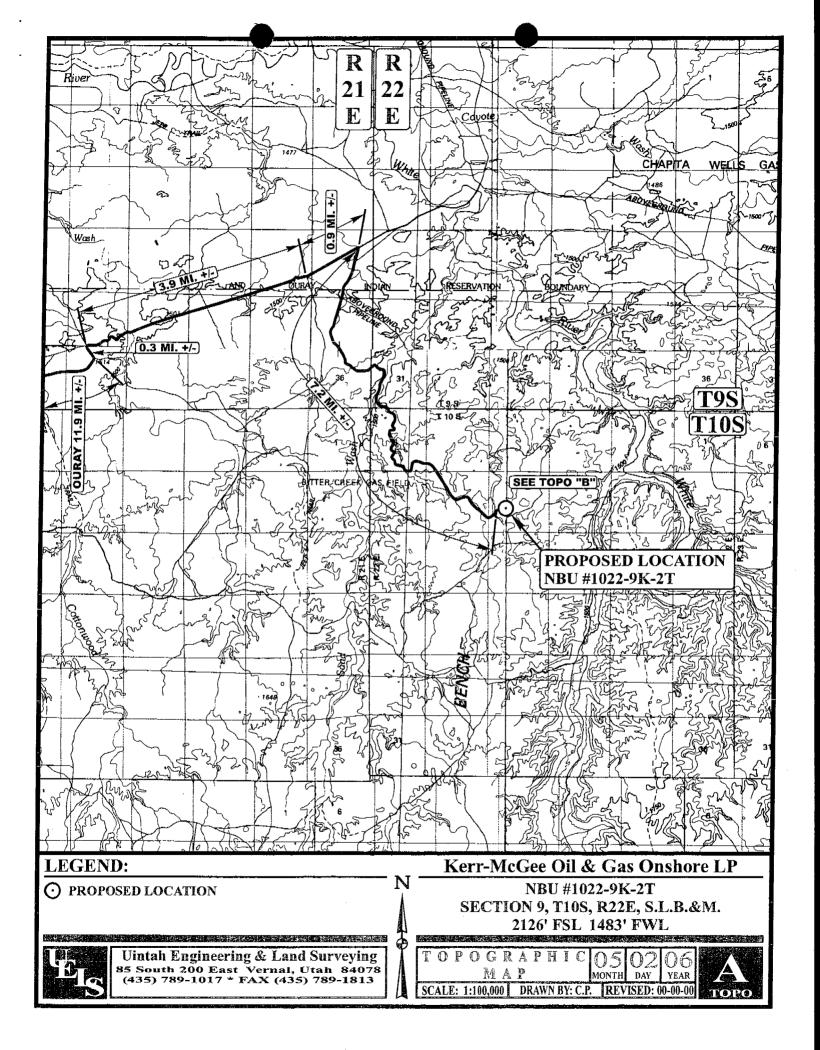
Uintah Engineering & Land Surveying
85 South 200 East Vernal, Utah 84078
435-789-1017 uels@uelsinc.com

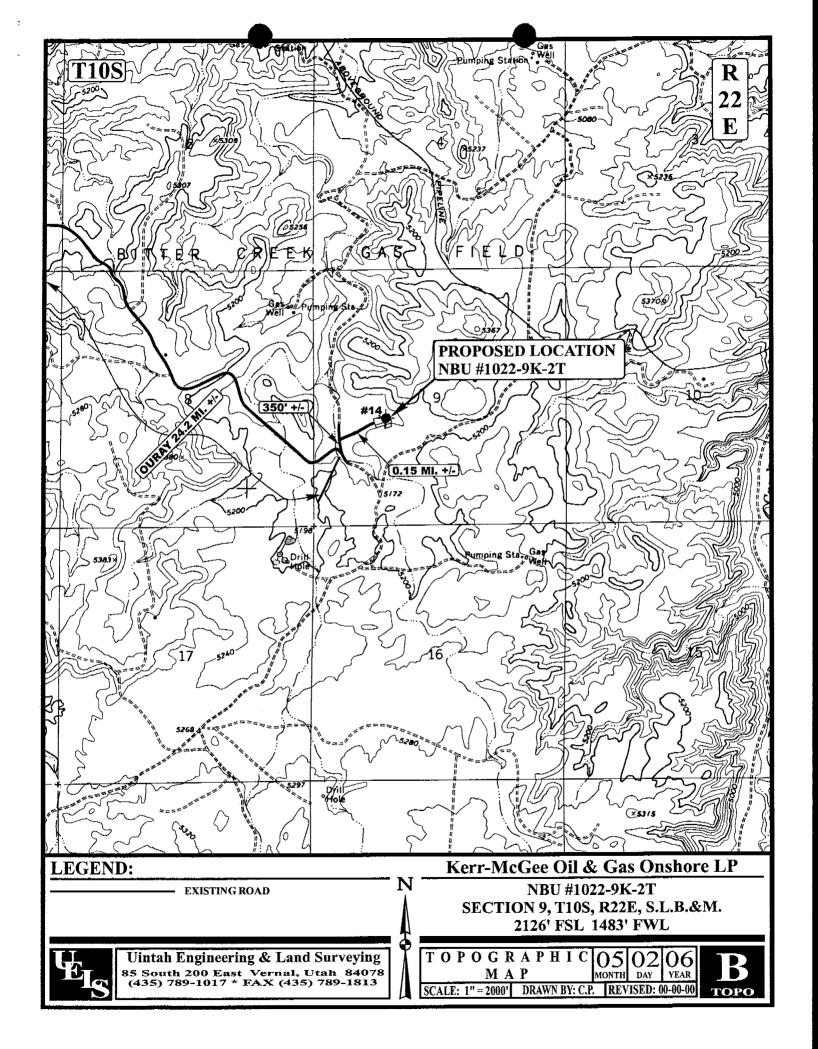
LOCATION PHOTOS

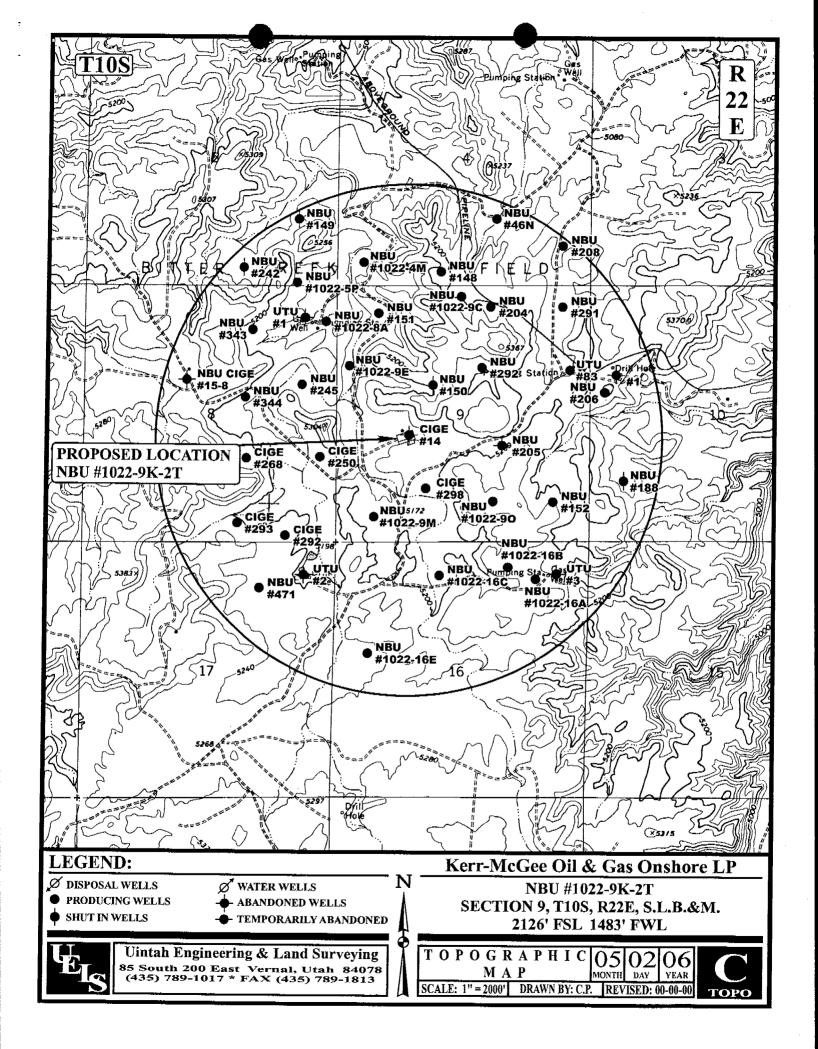
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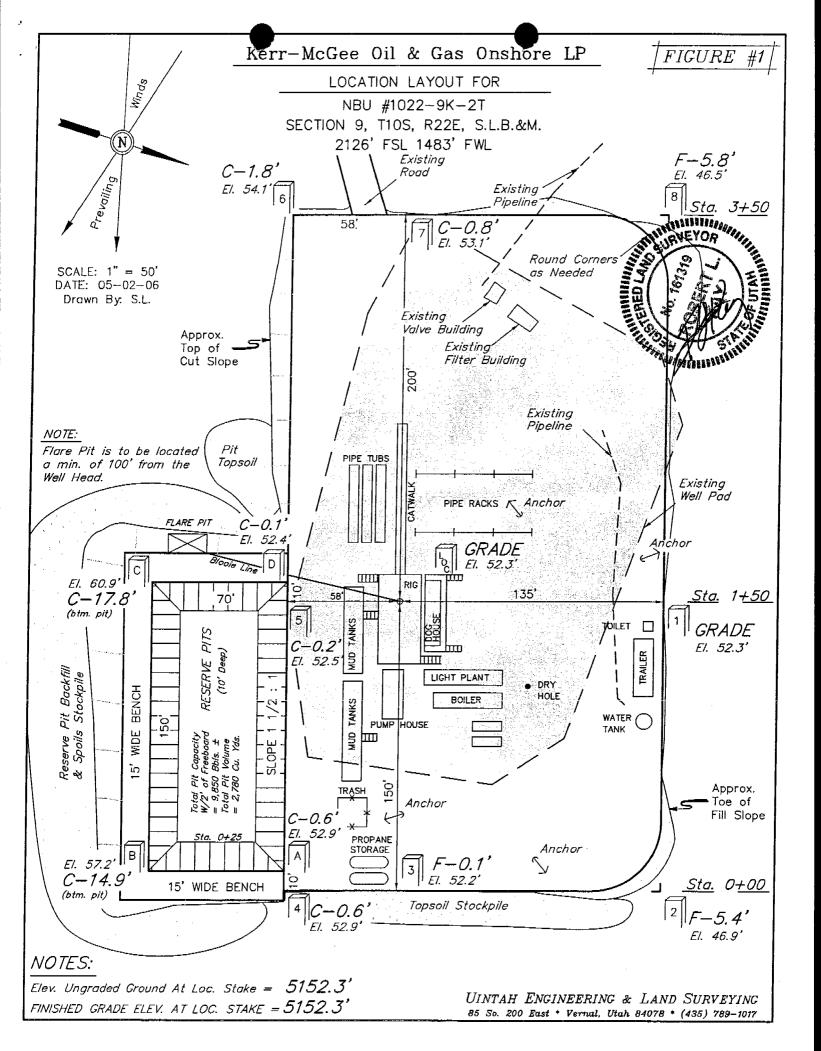
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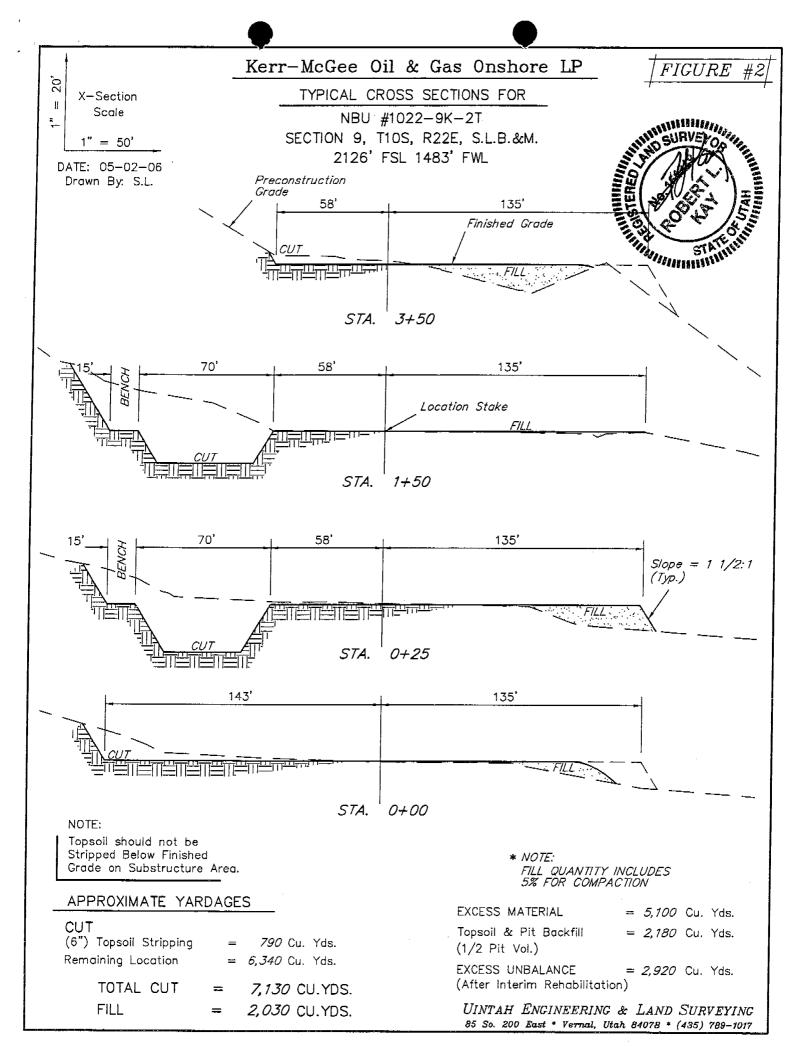
TAKEN BY; N.H. DRAWN BY; C.P. REVISED: 00-00-00



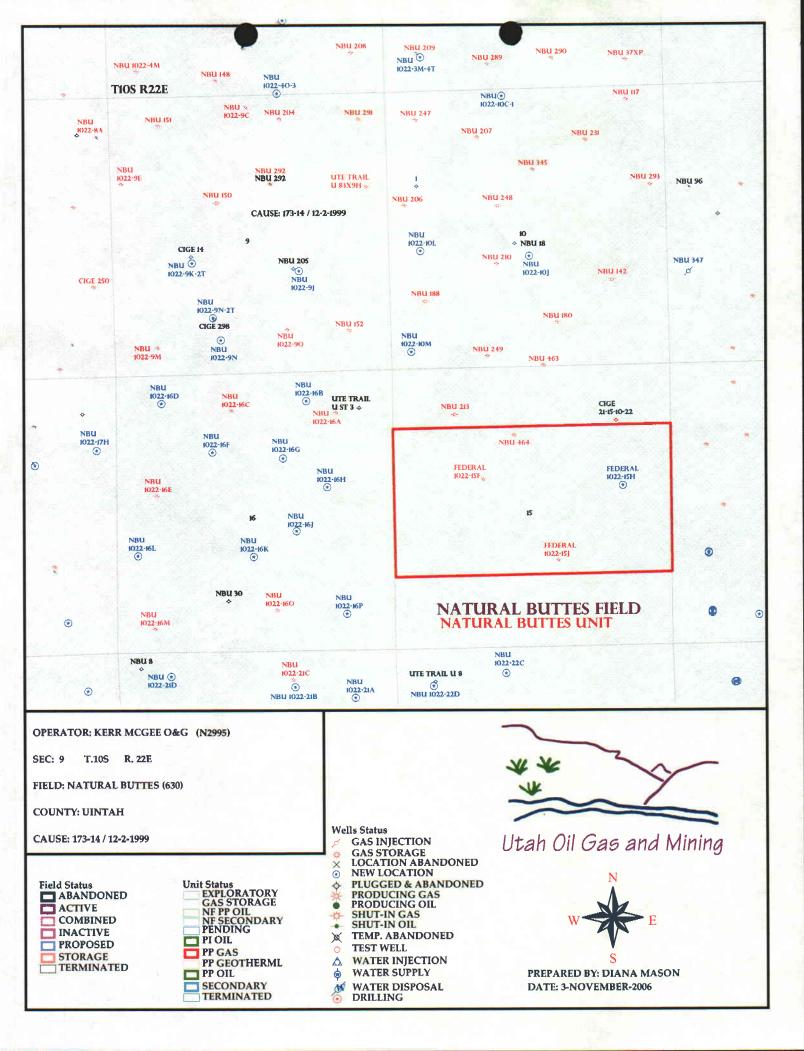








APD RECEIVED: 11/01/2006	API NO. ASSIGNED: 43-047-38880							
WELL NAME: NBU 1022-9K-2T OPERATOR: KERR-MCGEE OIL & GAS (N2995) CONTACT: SHEILA UPCHEGO	PHONE NUMBER: 435-781-7024							
PROPOSED LOCATION: NESW 09 100S 220E	INSPECT LOCATN BY: / / Tech Review Initials Date							
SURFACE: 2126 FSL 1483 FWL BOTTOM: 2126 FSL 1483 FWL	Engineering Date							
COUNTY: UINTAH LATITUDE: 39.96199 LONGITUDE: -109.4482	Geology							
UTM SURF EASTINGS: 632545 NORTHINGS: 4424481 FIELD NAME: NATURAL BUTTES (630)	Surface							
	PROPOSED FORMATION: WSMVD COALBED METHANE WELL? NO							
✓ Plat	LOCATION AND SITING: R649-2-3. Unit: NATURAL BUTTES R649-3-2. General Siting: 460 From Qtr/Qtr & 920' Between Wells R649-3-3. Exception Drilling Unit Board Cause No: 17314 Eff Date: 12-2-44 Siting: 460' Undown mots R649-3-11. Directional Drill							
COMMENTS: Sop, Superade Rile STIPULATIONS: 1- Leder Chyman C Z-DIL SHALE								



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Utah State Office P.O. Box 45155 Salt Lake City, Utah 84145-0155

IN REPLY REFER TO: 3160 (UT-922)

November 6, 2006

Memorandum

To:

Assistant District Manager Minerals, Vernal District

From:

Michael Coulthard, Petroleum Engineer

Subject:

2006 Plan of Development Natural Buttes Unit

Uintah County, Utah.

Pursuant to email between Diana Whitney, Division of Oil, Gas and Mining, and Mickey Coulthard, Utah State Office, Bureau of Land Management, the following wells are planned for calendar year 2006 within the Natural Buttes Unit, Uintah County, Utah.

API#

WELL NAME

LOCATION

(Proposed PZ Wasatch/MesaVerde)

43-047-38799 NBU 1022-27F Sec 27 T10S R22E 1809 FNL 1878 FWL 43-047-38795 NBU 1022-270 Sec 27 T10S R22E 1016 FSL 2127 FEL 43-047-38808 NBU 1022-34C Sec 34 T10S R22E 0655 FNL 1908 FWL 43-047-38807 NBU 1022-34D Sec 34 T10S R22E 1067 FNL 0825 FWL 43-047-38802 NBU 1022-22H Sec 22 T10S R22E 2442 FNL 0792 FEL 43-047-38803 NBU 1022-22P Sec 22 T10S R22E 0636 FSL 0296 FEL 43-047-38792 NBU 1022-22D Sec 22 T10S R22E 257 FSL 2209 FEL 43-047-38793 NBU 1022-22D Sec 22 T10S R22E 257 FSL 2209 FEL 43-047-38794 NBU 1022-22G Sec 22 T10S R22E 2277 FNL 1791 FEL 43-047-38806 NBU 1022-22G Sec 22 T10S R22E 2277 FNL 1791 FEL 43-047-38806 NBU 1022-27B Sec 34 T10S R22E 1991 FNL 2080 FEL 43-047-38804 NBU 1022-27B Sec 27 T10S R22E 0228 FNL 1825 FEL 43-047-38880 NBU 1022-9K-2T Sec 09 T10S R22E 2126 FSL 1483 FWL

Our records indicate the 1022-270 is closer than 460 feet from the Natural Buttes Unit boundary.

We have no objections to permitting the wells so long as the unit operator receives an exception to the locating and siting requirements of the State of Utah (R649-3-2).

bcc: File - Natural Buttes Unit

Division of Oil Gas and Mining

Central Files Agr. Sec. Chron Fluid Chron

MCoulthard:mc:11-6-06



State of Utah

Department of Natural Resources

MICHAEL R. STYLER Executive Director

Division of Oil, Gas & Mining

JOHN R. BAZA Division Director JON M. HUNTSMAN, JR. Governor

> GARY R. HERBERT Lieutenant Governor

> > November 7, 2006

Kerr McGee Oil & Gas Onshore LP 1368 S 1200 E Vernal, UT 84078

Re:

Natural Buttes Unit 1022-9K-2T Well, 2126' FSL, 1483' FWL, NE SW, Sec. 9, T. 10 South, R. 22 East, Uintah County, Utah

Gentlemen:

Pursuant to the provisions and requirements of Utah Code Ann.§ 40-6-1 et seq., Utah Administrative Code R649-3-1 et seq., and the attached Conditions of Approval, approval to drill the referenced well is granted.

This approval shall expire one year from the above date unless substantial and continuous operation is underway, or a request for extension is made prior to the expiration date. The API identification number assigned to this well is 43-047-38880.

Sincerely,

Gil Hunt

Associate Director

pab Enclosures

cc:

Uintah County Assessor

Bureau of Land Management, Vernal District Office

Operator:	Kerr McGee Oil & Gas Onshore LP						
Well Name & Number	Natural Buttes Un	it 1022-9K-2T					
API Number:	43-047-38880						
Lease:	UTU-01196-B						
Location: NE SW	Sec. 9	T. 10 South	R . 22 East				

Conditions of Approval

1. General

Compliance with the requirements of Utah Admin. R. 649-1 et seq., the Oil and Gas Conservation General Rules, and the applicable terms and provisions of the approved Application for permit to drill.

2. Notification Requirements

Notify the Division within 24 hours of spudding the well.

• Contact Carol Daniels at (801) 538-5284.

Notify the Division prior to commencing operations to plug and abandon the well.

• Contact Dan Jarvis at (801) 538-5338

3. Reporting Requirements

All required reports, forms and submittals will be promptly filed with the Division, including but not limited to the Entity Action Form (Form 6), Report of Water Encountered During Drilling (Form 7), Weekly Progress Reports for drilling and completion operations, and Sundry Notices and Reports on Wells requesting approval of change of plans or other operational actions.

- 4. In accordance with Order in Cause No. 190-5(b) dated October 28, 1982, the Operator shall comply with requirements of Rules R649-3-31 and R649-3-27 pertaining to Designated Oil Shale Areas. Additionally, the operator shall ensure that the surface and/or production casing is properly cemented over the entire oil shale interval as defined by Rule R649-3-31. The Operator shall report the actual depth the oil shale is encountered to the Division.
- 5. State approval of this well does not supersede the required federal approval, which must be obtained prior to drilling.

Form 3160-5 (August 1999)

UNITED STATES DEPARTMENT OF THE INTERIOR

FORM APPROVED OMB No. 1004-0135 Expires Inovember 30, 2000

BUREAU OF LAND MANAGEMENT

5. Lease Serial No.

UTU-01196-B

	SUNDRY NOTICES AND REPORTS ON WELLS											
Ďο	not	use	this	form	for	propos	als :	to	drill	or	reenter	an
aba	ndo	ned v	vell.	Use I	orm:	3160-3	(AP	D)	for s	uch	propos	als.

6. If Indian, Allottee or Tribe Name

	Market Committee of the	article and a comment of the second	· · · · · · · · · · · · · · · · · · ·		and the second s
SURMIT IN TRIPU	CATE – Other instruc	ctions on reverse	cida	7. If Unit or CA/A	Agreement, Name and/or No.
SOBMIT NO TRUPLE	CATE - Other mount	cuons on reverse	Side	UNIT #891008	3900A
1. Type of Well				NATRUAL BU	ITTES
Oil Well X Gas Well	Other			8. Well Name and	d No.
2. Name of Operator				NBU 1022-9K	-2T
KERR MCGEE OIL AND GA	S ONSHORE LP			9. API Well No.	
3a. Address		3b. Phone No. (include	e area code)	4304738880	
1368 SOUTH 1200 EAST, V	ERNAL, UTAH 84078	(435)781-7003		10. Field and Pool.	, or Exploratory Area
4. Location of Well (Footage, Sec., 7	., R., M., or Survey Descriptio	n)		NATRUAL BU	ITTES
2126'FSL-1483'FWL				11. County or Pari	sh, State
NESW SEC 9-T10S-R22E		•			
				UINTAH, UTA	NH
12. CHECK APPI	ROPRIATE BOX(ES) TO I	NDICATE NATURE (OF NOTICE, R	EPORT, OR OTH	ER DATA
TYPE OF SUBMISSION		TYP	E OF ACTION	1	erete de la companya
Notice of Intent	Acidize	Deepen Deepen	Production	(Start/Resume)	Water Shut-Off
	Alter Casing	Fracture Treat	Reclamation	on	Well Integrity
Subsequent Report	Casing Repair	New Construction	Recomplet	****	Other APD EXTENSION
	Change Plans	Plug and Abandon		ly Abandon	DOGM
Final Abandonment Notice	Convert to Injection	Plug Back	Water Disp	•	
13. Describe Proposed or Completed Oper If the proposal is to deepen directiona Attach the Bond under which the wor following completion of the involved testing has been completed. Final At determined that the site is ready for final	lly or recomplete horizontally, gink will be performed or provide to perations. If the operation result candonment Notices shall be file.	ve subsurface locations and the Bond No. on file with I Its in a multiple completion	measured and the BLM/BIA. Requi or recompletion	ue vertical depths of al ired subsequent reports in a new interval, a Fo	Il pertinent markers and zones. s shall be filed within 30 days
THE OPERATOR REQUEST	S AUTHORIZATION I	FOR A ONE YEAR	EXTENSIO	N FOR THE SI	IR IECT WELL
LOCATION SO THAT THE	ORILLING OPERATION	VS MAY BE COMP	LETED TH	FORIGINAL A	PD WAS APPROVED
BY THE DIVISION OF OIL, O	GAS AND MINING ON	MONTHABLET THE	06		I D WAO ALI NOVED
,	11	tah Division of			
	Oil.	Gas and Mining	3		
	OII,	Gus unit			Assistance of the Control of the Con
	Date: ; By:	11-05-07 Brough			COPYSENT TO OPERATOR Date: 11-5-01 Initials
14. I hereby certify that the foregoing	is true and correct	M			
Name (Printed/Typed)	DCUECO	Title		ID ADMIN OF	CIALICT
SHIELA U	PUREGO	S S	ENIOR LAN	ID ADMIN SPE	CIALIST

which would entitle the applicant to conduct operations thereon.

Title 18 U.S.C. Section 1001, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

Date

THIS SPACE FOR FEDERAL OR STATE USE

Title

Office

Conditions of approval, if any, are attached. Approval of this notice does not warrant or

certify that the applicant holds legal or equitable title to those rights in the subject lease

Approved by

October 11, 2007

Date

Application for Permit to Drill Request for Permit Extension Validation

Validation
(this form should accompany the Sundry Notice requesting permit extension)

API: 4304738880 Well Name: NBU 1022-9K-2T Location: NESW SEC 9-T10S-R22E Company Permit Issued to: KERR-MCGEE OIL & GAS ONSHORE LP Date Original Permit Issued: 11/7/2006
The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision.
Following is a checklist of some items related to the application, which should be verified.
If located on private land, has the ownership changed, if so, has the surface agreement been updated? Yes⊡No☑
Have any wells been drilled in the vicinity of the proposed well which would affec the spacing or siting requirements for this location? Yes⊡ No☑
Has there been any unit or other agreements put in place that could affect the permitting or operation of this proposed well? Yes□No☑
Have there been any changes to the access route including ownership, or right-of-way, which could affect the proposed location? Yes \square No \square
Has the approved source of water for drilling changed? Yes⊡ No⊠
Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation? Yes□No☑
Is bonding still in place, which covers this proposed well? Yes ☑ No ☐
Muli Junillar 10/11/2007
Signature Date
Title: SENIOR LAND ADMIN SPECIALIST

Representing: KERR-MCGEE OIL & GAS ONSHORE LP

RECEIVED NOV 0 1 2007 Form 3160-3 (August 1999)

UNITED STATES

FORM APPROVED OMB No. 1004-0136 Expires November 30, 2000

DEPARTMENT OF THE	E INTERI	IOR		Lease Serial No.	
BUREAU OF LAND MANAGEMENT				UTU-01196-B	
APPLICATION FOR PERMIT TO	DRILL	OR REENTER	-	6. If Indian, Allottee or	Tribe Name
la. Type of Work: X DRILL REF	ENTER	ECEIV	/ED	7. If Unit or CA Agreer	
b. Type of Well: Oil Well 🗶 Gas Well Other		sing Zone 2	G altiple Zone	8. Lease Name and Well NBU 1022-9K-2	l No.
2. Name of Operator KERR McGEE OIL & GAS ONSHORE LP	RI	MVERNAL	LITAU	9. API Well No. 43 047 3	38886
3A. Address 1368 SOUTH 1200 EAST VERNAL, UT 84078	3b. Phone (435) 78	No. Antalde died to 31-7024	de inii	10. Field and Pool, or E.	
4. Location of Well (Report location clearly and in accordance with At surface NESW 2126'FSL, 1483'FWL At proposed prod. Zone	any State r	requirements.*)		11. Sec., T., R., M., or E SEC. 9, T10S, R22	
14. Distance in miles and direction from nearest town or post office* 24.35 MILES SOUTHEAST OF OURAY, UTAH	:			12. County or Parish UINTAH	13. State UTAH
15. Distance from proposed* location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any)	16. No. o	f Acres in lease	17. Spacing Unit de40.00	dicated to this well	
18. Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft. REFER TO TOPO C	19. Propo	sed Depth	20. BLM/BIA Bond BOND NO: WY		
21. Elevations (Show whether DF, KDB, RT, GL, etc.) 5152'GL	22. Appro	oximate date work wi	ll start*	23. Estimated duration	
	24.	Attachments			
The following, completed in accordance with the requirements of On	shore Oil a	nd Gas Order No. 1, s	hall be attached to thi	s form:	
1. Well plat certified by a registered surveyor.			•	less covered by an existing	s bond on file (see
2. A Drilling Plan.		Item 20 abo	ove).		
3. A Surface Use Plan (if the location is on National Forest System L	ands, the	5. Operator ce	rtification.		
SUPO shall be filed with the appropriate Forest Service Office.		6. Such other sauthorized of	-	on and/or plans as may be r	required by the
25. Signature	i N	Name (Printed/Typed)		i Da	te
Malh Mallett	_	HEILA UPCHE			10/24/2006
Title REGULATORY ANALYST					
Approved by (Signature)	iN	Name (Printed/Typed)		• Da	te
La Kansel	!	JERRY KENLE	KA	7	1-16-2008
Title / Ageistant Field Manager Lands & Mineral Resources	io	ffice	VERNAL FI	ELD OFFICE	
Application approval does not warrant or certify that the applicant ho operations thereon. Conditions of approval, if any, are attached.	olds legal or	r equitable title to tho	se rights in the subjec	t lease which would entitle	the applicant to conduct
Title 18 U.S.C. Section 1001and Title 43 U.S.C. Section 1212, make States any false, fictitious or fraudulent statements or representations				nake to any department or	agency of the United
*(Instructions on repared)				VALATIA	

NOTICE OF APPROVAL

RECEIVED

Entered in AFMSS

JUL 18 2008

DIV. OF OIL, GAS & MINING

Date 11-20-86 1 06BM175317 NOS 5/17/06



UNITED STATES DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT**

VERNAL FIELD OFFICE VERNAL, UT 84078

(435) 781-4400



CONDITIONS OF APPROVAL FOR APPLICATION FOR PERMIT TO DRILL

Company:

Kerr-McGee Oil and Gas Onshore LP

Location:

NESW, Sec. 9, T10S, R22E

Well No:

NBU 1022-9K-2T

Lease No:

UTU-01196-B

API No: 43-047-38880 Agreement:

Natural Buttes Unit

Title	Name	Office Phone Number	Cell Phone Number
Petroleum Engineer:	Matt Baker	(435) 781-4490	(435) 828-4470
Petroleum Engineer:	Michael Lee	(435) 781-4432	(435) 828-7875
Petroleum Engineer:	James Ashley	(435) 781-4470	(435) 828-7874
Petroleum Engineer:	Ryan Angus	(435) 781-4430	(435) 828-7368
Supervisory Petroleum Technician:	Jamie Sparger	(435) 781-4502	(435) 828-3913
Supervisory NRS:	Karl Wright	(435) 781-4484	(435) 828-7381
NRS/Enviro Scientist:	Holly Villa	(435) 781-4404	(435) 828-3544
NRS/Enviro Scientist:	James Hereford	(435) 781-3412	
NRS/Enviro Scientist:	Chuck Macdonald	(435) 781-4441	(435) 828-7481
NRS/Enviro Scientist:	Dan Emmett	(435) 781-3414	
NRS/Enviro Scientist:	Paul Percival	(435) 781-4493	
NRS/Enviro Scientist:	Michael Cutler	(435) 781-3401	(435) 828-3546
NRS/Enviro Scientist:	Anna Figueroa	(435) 781-3407	(435) 828-3548
NRS/Enviro Scientist:	Verlyn Pindell	(435) 781-3402	(435) 828-3547
NRS/Enviro Scientist:	Darren Williams	(435) 781-4447	(435) 828-4029
NRS/Enviro Scientist:	Nathan Packer	(435) 781-3405	(435) 828-3545
		Fax: (435) 781-3420	

Fax: (435) /81-3420

A COPY OF THESE CONDITIONS SHALL BE FURNISHED TO YOUR FIELD REPRESENTATIVE TO INSURE COMPLIANCE

All lease and/or unit operations are to be conducted in such a manner that full compliance is made with the applicable laws, regulations (43 CFR Part 3160), and this approved Application for Permit to Drill including Surface and Downhole Conditions of Approval. The operator is considered fully responsible for the actions of his subcontractors. A copy of the approved APD must be on location during construction, drilling, and completion operations. This permit is approved for a two (2) year period, or until lease expiration, whichever occurs first. An additional extension, up to two (2) years, may be applied for by sundry notice prior to expiration.

NOTIFICATION REQUIREMENTS

Location Construction (Notify Environmental Scientist)	-	Forty-Eight (48) hours prior to construction of location and access roads.
Location Completion (Notify Environmental Scientist)	_	Prior to moving on the drilling rig.
Spud Notice (Notify Petroleum Engineer)	-	Twenty-Four (24) hours prior to spudding the well.
Casing String & Cementing (Notify Supv. Petroleum Tech.)	-	Twenty-Four (24) hours prior to running casing and cementing all casing strings.
BOP & Related Equipment Tests (Notify Supv. Petroleum Tech.)	-	Twenty-Four (24) hours prior to initiating pressure tests.
First Production Notice (Notify Petroleum Engineer)	-	Within Five (5) business days after new well begins or production resumes after well has been off production for more than ninety (90) days.

Page 2 of 6 Well: NBU 1022-9K-2T 7/16/2008

SURFACE USE PROGRAM CONDITIONS OF APPROVAL (COAs)

- If there is an active Gilsonite mining operation within 2 miles of the well location, operator shall notify the Gilsonite operator at least 48 hours prior to any blasting during construction.
- If paleontological materials are uncovered during construction, the operator is to immediately stop work and contact the Authorized Officer (AO). A determination will be made by the AO as to what mitigation may be necessary for the discovered paleontologic material before construction can continue.
- The topsoil from the reserve pit shall be stripped and piled separately near the reserve pit. When the reserve pit is closed, it shall be recontoured and the topsoil respread, and the area shall be seeded in the same manner as the location topsoil.
- Once the location is plugged and abandoned, it shall be recontoured to natural contours, topsoil
 respread where appropriate, and the entire location seeded with the recommended seed mix.
 Seeding shall take place by broadcasting the seed and walking it into the soil with a dozer
 immediately after the dirt work is completed.
- Seeding shall occur in the fall (August 1st until snow or ground is frozen).

Page 3 of 6 Well: NBU 1022-9K-2T 7/16/2008

DOWNHOLE PROGRAM CONDITIONS OF APPROVAL (COAs)

SITE SPECIFIC DOWNHOLE COAs:

- Cement bond log shall be run to TOC and a field copy must be submitted to this office.
- Pressure integrity test of each casing shoe shall be performed.

All provisions outlined in Onshore Oil & Gas Order #2 Drilling Operations shall be strictly adhered to. The following items are emphasized:

DRILLING/COMPLETION/PRODUCING OPERATING STANDARDS

- The spud date and time shall be reported orally to Vernal Field Office within 24 hours of spudding.
- Notify Vernal Field Office Supervisory Petroleum Engineering Technician at least 24 hours in advance of casing cementing operations and BOPE & casing pressure tests.
- All requirements listed in Onshore Order #2 III. E. Special Drilling Operations are applicable for air drilling of surface hole.
- Blowout prevention equipment (BOPE) shall remain in use until the well is completed or abandoned.
 Closing unit controls shall remain unobstructed and readily accessible at all times. Choke manifolds shall be located outside of the rig substructure.
- All BOPE components shall be inspected daily and those inspections shall be recorded in the daily
 drilling report. Components shall be operated and tested as required by Onshore Oil & Gas Order
 No. 2 to insure good mechanical working order. All BOPE pressure tests shall be performed by a
 test pump with a chart recorder and <u>NOT</u> by the rig pumps. Test shall be reported in the driller's log.
- BOP drills shall be initially conducted by each drilling crew within 24 hours of drilling out from under the surface casing and weekly thereafter as specified in Onshore Oil & Gas Order No. 2.
- Casing pressure tests are required before drilling out from under all casing strings set and cemented in place.
- · No aggressive/fresh hard-banded drill pipe shall be used within casing.
- Cement baskets shall not be run on surface casing.
- The operator must report all shows of water or water-bearing sands to the BLM. If flowing water is
 encountered it must be sampled, analyzed, and a copy of the analyses submitted to the BLM Vernal
 Field Office.
- The operator must report encounters of all non oil & gas mineral resources (such as Gilsonite, tar sands, oil shale, trona, etc.) to the Vernal Field Office, in writing, within 5 working days of each encounter. Each report shall include the well name/number, well location, date and depth (from KB or GL) of encounter, vertical footage of the encounter and, the name of the person making the report (along with a telephone number) should the BLM need to obtain additional information.

Page 4 of 6 Well: NBU 1022-9K-2T 7/16/2008

 A complete set of angular deviation and directional surveys of a directional well will be submitted to the Vernal BLM office engineer within 30 days of the completion of the well.

- While actively drilling, chronologic drilling progress reports shall be filed directly with the BLM, Vernal
 Field Office on a weekly basis in sundry, letter format or e-mail to the Petroleum Engineers until the
 well is completed.
- A cement bond log (CBL) will be run from the production casing shoe to the <u>top of cement</u> and shall be utilized to determine the bond quality for the production casing. Submit a field copy of the CBL to this office.
- Please submit an electronic copy of all other logs run on this well in LAS format to UT_VN_Welllogs@BLM.gov. This submission will supersede the requirement for submittal of paper logs to the BLM.
- There shall be no deviation from the proposed drilling, completion, and/or workover program as approved. Safe drilling and operating practices must be observed. Any changes in operation must have prior approval from the BLM Vernal Field Office.

Page 5 of 6 Well: NBU 1022-9K-2T 7/16/2008

OPERATING REQUIREMENT REMINDERS:

 All wells, whether drilling, producing, suspended, or abandoned, shall be identified in accordance with 43 CFR 3162.6. There shall be a sign or marker with the name of the operator, lease serial number, well number, and surveyed description of the well.

- In accordance with 43 CFR 3162.4-3, this well shall be reported on the "Monthly Report of Operations" (Oil and Gas Operations Report ((OGOR)) starting with the month in which operations commence and continue each month until the well is physically plugged and abandoned. This report shall be filed in duplicate, directly with the Minerals Management Service, P.O. Box 17110, Denver, Colorado 80217-0110, or call 1-800-525-7922 (303) 231-3650 for reporting information.
- Should the well be successfully completed for production, the BLM Vernal Field office must be
 notified when it is placed in a producing status. Such notification will be by written communication
 and must be received in this office by not later than the fifth business day following the date on which
 the well is placed on production. The notification shall provide, as a minimum, the following
 informational items:
 - Operator name, address, and telephone number.
 - Well name and number.
 - Well location (¼¼, Sec., Twn, Rng, and P.M.).
 - Date well was placed in a producing status (date of first production for which royalty will be paid).
 - The nature of the well's production, (i.e., crude oil, or crude oil and casing head gas, or natural gas and entrained liquid hydrocarbons).
 - The Federal or Indian lease prefix and number on which the well is located; otherwise the non-Federal or non-Indian land category, i.e., State or private.
 - Unit agreement and/or participating area name and number, if applicable.
 - Communitization agreement number, if applicable.
- Any venting or flaring of gas shall be done in accordance with Notice to Lessees (NTL) 4A and needs prior approval from the BLM Vernal Field Office.
- All undesirable events (fires, accidents, blowouts, spills, discharges) as specified in NTL 3A will be reported to the BLM, Vernal Field Office. Major events, as defined in NTL3A, shall be reported verbally within 24 hours, followed by a written report within 15 days. "Other than Major Events" will be reported in writing within 15 days. "Minor Events" will be reported on the Monthly Report of Operations and Production.
- Whether the well is completed as a dry hole or as a producer, "Well Completion and Recompletion Report and Log" (BLM Form 3160-4) shall be submitted not later than 30 days after completion of the well or after completion of operations being performed, in accordance with 43 CFR 3162.4-1. Two copies of all logs run, core descriptions, and all other surveys or data obtained and compiled during the drilling, workover, and/or completion operations, shall be filed on BLM Form 3160-4. Submit with the well completion report a geologic report including, at a minimum, formation tops, and a summary and conclusions. Also include deviation surveys, sample descriptions, strip logs, core data, drill stem test data, and results of production tests if performed. Samples (cuttings, fluid,

Page 6 of 6 Well: NBU 1022-9K-2T 7/16/2008

and/or gas) shall be submitted only when requested by the BLM, Vernal Field Office.

 All off-lease storage, off-lease measurement, or commingling on-lease or off-lease, shall have prior written approval from the BLM Vernal Field Office.

- Oil and gas meters shall be calibrated in place prior to any deliveries. The BLM Vernal Field Office
 Petroleum Engineers will be provided with a date and time for the initial meter calibration and all
 future meter proving schedules. A copy of the meter calibration reports shall be submitted to the
 BLM Vernal Field Office. All measurement facilities will conform to the API standards for liquid
 hydrocarbons and the AGA standards for natural gas measurement. All measurement points shall
 be identified as the point of sale or allocation for royalty purposes.
- A schematic facilities diagram as required by Onshore Oil & Gas Order No. 3 shall be submitted to
 the BLM Vernal Field Office within 30 days of installation or first production, whichever occurs first.
 All site security regulations as specified in Onshore Oil & Gas Order No. 3 shall be adhered to. All
 product lines entering and leaving hydrocarbon storage tanks will be effectively sealed in
 accordance with Onshore Oil & Gas Order No. 3.
- Any additional construction, reconstruction, or alterations of facilities, including roads, gathering
 lines, batteries, etc., which will result in the disturbance of new ground, shall require the filing of a
 suitable plan and need prior approval of the BLM Vernal Field Office. Emergency approval may be
 obtained orally, but such approval does not waive the written report requirement.
- No location shall be constructed or moved, no well shall be plugged, and no drilling or workover
 equipment shall be removed from a well to be placed in a suspended status without prior approval of
 the BLM Vernal Field Office. If operations are to be suspended for more than 30 days, prior
 approval of the BLM Vernal Field Office shall be obtained and notification given before resumption of
 operations.
- Pursuant to Onshore Oil & Gas Order No. 7, this is authorization for pit disposal of water produced from this well for a period of 90 days from the date of initial production. A permanent disposal method must be approved by this office and in operation prior to the end of this 90-day period. In order to meet this deadline, an application for the proposed permanent disposal method shall be submitted along with any necessary water analyses, as soon as possible, but no later than 45 days after the date of first production. Any method of disposal which has not been approved prior to the end of the authorized 90-day period will be considered as an Incident of Noncompliance and will be grounds for issuing a shut-in order until an acceptable manner for disposing of said water is provided and approved by this office.
- Unless the plugging is to take place immediately upon receipt of oral approval, the Field Office
 Petroleum Engineers must be notified at least 24 hours in advance of the plugging of the well, in
 order that a representative may witness plugging operations. If a well is suspended or abandoned,
 all pits must be fenced immediately until they are backfilled. The "Subsequent Report of
 Abandonment" (Form BLM 3160-5) must be submitted within 30 days after the actual plugging of the
 well bore, showing location of plugs, amount of cement in each, and amount of casing left in hole,
 and the current status of the surface restoration.

STATE OF UTAH

	DEPARTMENT OF NATURAL RESOU	RCES '	
	DIVISION OF OIL, GAS AND MI	NING	5. LEASE DESIGNATION AND SERIAL NUMBER: UTU-01196B
SUNDR	Y NOTICES AND REPORTS	S ON WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:
Do not use this form for proposals to drill drill horizontal	new wells, significantly deepen existing wells below cur laterals. Use APPLICATION FOR PERMIT TO DRILL t	rrent bottom-hole depth, reenter plugged wells, or to form for such proposals.	7. UNIT OF CA AGREEMENT NAME: UTU-63047A
1. TYPE OF WELL OIL WELL	provide the second seco		8. WELL NAME and NUMBER: NBU 1022-9K-2T
2. NAME OF OPERATOR: Kerr-McGee Oil & Gas O	nshore, LP		9. API NUMBER: 4304738880
3. ADDRESS OF OPERATOR: P.O. Box 173779	TY Denver STATE CO ZIP	PHONE NUMBER: (720) 929-6226	10. FIELD AND POOL, OR WILDCAT: Natural Buttes Field
4. LOCATION OF WELL FOOTAGES AT SURFACE: 2126			соимту: Uintah
QTR/QTR, SECTION, TOWNSHIP, RA	NGE, MERIDIAN: NESW 9 10S 2	22 E	STATE: UTAH
11. CHECK APP	ROPRIATE BOXES TO INDICAT	TE NATURE OF NOTICE, REPO	RT, OR OTHER DATA
TYPE OF SUBMISSION		TYPE OF ACTION	
NOTICE OF INTENT	ACIDIZE	DEEPEN	REPERFORATE CURRENT FORMATION
(Submit in Duplicate)	ALTER CASING	FRACTURE TREAT	SIDETRACK TO REPAIR WELL
Approximate date work will start:	CASING REPAIR	NEW CONSTRUCTION	TEMPORARILY ABANDON
	CHANGE TO PREVIOUS PLANS	OPERATOR CHANGE	TUBING REPAIR
	CHANGE TUBING	PLUG AND ABANDON	VENT OR FLARE
SUBSEQUENT REPORT	CHANGE WELL NAME	PLUG BACK	WATER DISPOSAL
(Submit Original Form Only)	CHANGE WELL STATUS	PRODUCTION (START/RESUME)	WATER SHUT-OFF
Date of work completion:	COMMINGLE PRODUCING FORMATIONS	RECLAMATION OF WELL SITE	✓ other: APD Extension
	CONVERT WELL TYPE	RECOMPLETE - DIFFERENT FORMATION	W OTHER PRESENTATION
operations. The Utah Di	Approved by the Utah Division of Oil, Gas and Minimg initeration of Oil, Gas and Minimg Date:	ne of	2006.
NAME (PLEASE PRINT) Kevin Mo	eIntyre	TITLE Regulatory Analy	yst
SIGNATURE	ime	DATE 11/3/2008	
(This space for State use only)			
COPY	SENT TO OPERATOR		RECEIVED
Date:	11.6.2008		NOV 0 4 2008
(5/2000) Initials	: VS (See Inst	ructions on Reverse Side)	OF OIL, GAS & MINING

Application for Permit to Drill Request for Permit Extension Validation

Validation (this form should accompany the Sundry Notice requesting permit extension)

API: Well Name:	4304738880 NBU 1022-9K-2T		
Location:		t 1483' FWL, Sec. 9, T10S, R2	2.E
		Kerr-McGee Oil & Gas Onsh	
•	Permit Issued:		, —-
above, hereby	verifies that the	n legal rights to drill on th information as submitted mains valid and does no	I in the previously
Following is a verified.	checklist of some	e items related to the app	olication, which should be
•	rivate land, has t en updated? Yes	he ownership changed, i □No☑	f so, has the surface
		the vicinity of the proposonts for this location? Yes	ed well which would affect c□ No ☑
	-	er agreements put in plac proposed well? Yes⊡No	
		to the access route inclu proposed location? YesE	ding ownership, or right- ☑ No ☑
Has the appro	ved source of wa	ater for drilling changed?	Yes□No⊠
	iire a change in p	changes to the surface lo plans from what was disc	
Is bonding still	in place, which o	covers this proposed well	ll? Yes ☑ No □
/air	n	·	11/3/2008
Signature			Date
Title: Regulato	ry Analyst		
Representing:	Kerr-McGee Oil &	Gas Onshore, LP	
			RECEIVED
			NOV 0 4 2008

FORM APPROVED

UNITED STATES DEPARTMENT OF THE INTERIOR

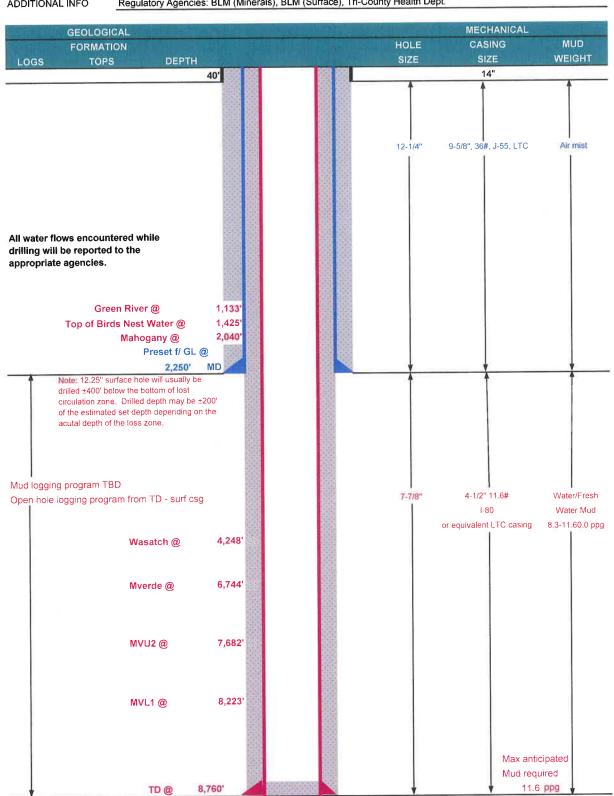
OMB No. 1004	1-0137
Expires: July 3	1, 2010
5. LEASE SERIAL NO.	

BUREAU OF LAND MANAGEN	UTU01196B				
SUNDRY NOTICES AND REPORTS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME				
Do not use this form for proposals to drill, or to	NA				
abandoned well. Use Form 3160-3 (APD) for su	7. IF UNIT OR CA/AGREEMENT, NAME AND/OR NO.				
SUBMIT IN TRIPLICATE	891008900A				
TYPE OF WELL		8. WELL NAME AND NO.			
Oil Well X Other:		NBU 1022-9K-2T			
2. NAME OF OPERATOR		9. API WELL NO.			
Kerr-McGee Oil & Gas Onshore LP		43-047-38880			
B. ADDRESS AND TELEPHONE NO. CONTACT: Daniell		10. FIELD AND POOL, OR EXPLORATORY A	REA		
1099 18th Street, Suite 1800 PHONE: 720-929					
Denver, CO 80202 danie	elle.piernot@anadarko.com	Natural Buttes	Natural Buttes		
LOCATION OF WELL (Footage, T, R, M, or Survey Description)	100 DOOE	11. COUNTY OR PARISH, STATE			
2,126' FSL 1,483' FWL NESW Sec. 9 T	*	Uintah, Utah			
Lat. 39.962075 Long109.448931 N 12. CHECK APPROPRIATE BOX(s) TO INDICATE NAT		OPT OP OTHER DATA			
		·			
TYPE OF SUBMISSION	1 11	PE OF ACTION			
X Notice of Intent Acidize	Deepen		Water Shut-Off		
X Alter Casing	Fracture Treat	Reclamation	Well Integrity		
Subsequent Report Casing Repair	New Construction	Recomplete	Other		
Change Plans	Plug and Abandon	Temporarily Abandon			
Final Abandonment Notice Convert to Injection	Plug Back	Water Disposal			
approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with the BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a form 3160-4 must be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.) An APD for this location was submitted to the BLM and UDOGM and was assigned API 49-047-38880. UDOGM approved their portion of the APD on November 7, 2006 and approved Extensions on November 5,					
2007 and again on November 5, 2008. The BLM approved their portion of the APD on July 16, 2008.					
Kerr-McGee respectfully requests to change the s	surface casing for this w	vell due to revised drilling pract	nces.		
The surface casing is changing FROM: 2,000' TO: 2,250'					
Please the see the attached drilling diagram for ac	lditional details. All oth	ner information remains the san	ie.		
Thank you.					
4. I hereby certify that the foregoing is true and correct		OU! TOBINT	20.00		
Name (Printed/Typed) Danielle Piernot	Title Regulato	ory Analyst Date: <u>4 · 2</u>	18.2009		
Danuw Pinnet	Date April 15	2009	<u> </u>		
Date April 15, 2009 THIS SPACE FOR FEDERAL OR STATE OFFICE USE.					
approved by DSVVIII	Title Pet Eng	Date 4/23	709		
Conditions of approval, if any, are attached. Approval of this notice loes not warrant or certify that the applicant holds legal or equitable	Office				
loes not warrant or certify that the applicant holds legal or equitable it to those rights in the subject lease which would entitle the applicant to conduct operations thereon.	Dogn	Federal Approval Of This Action Is Necessary	RECEIVE		



KERR-McGEE OIL & GAS ONSHORE LP DRILLING PROGRAM







KERR-McGEE OIL & GAS ONSHORE LP

DRILLING PROGRAM

CASING PROGRAM

								DESIGN FACTORS				
	SIZE	INT	TERVA	L	WT.	GR.	CPLG.	BURST	COLLAPSE	TENSION		
CONDUCTOR	14"		0-40'									
- 1								3,520	2,020	453,000		
SURFACE	9-5/8"	0	to	2250	36.00	J-55	LTC	1.05	1.92	7.12		
								7,780	6,350	201,000		
PRODUCTION	4-1/2"	0	to	8760	11.60	1-80	LTC	2.32	1.20	2.27		
1												

- 1) Max Anticipated Surf. Press.(MASP) (Surface Casing) = (Pore Pressure at next csg point-(0.22 psi/ft-partial evac gradient x TVD of next csg point))
- 2) MASP (Prod Casing) = Pore Pressure at TD (0.22 psi/ft-partial evac gradient x TD)

(Burst Assumptions: TD =

11.6 ppg)

0.22 psi/ft = gradient for partially evac wellbore

(Collapse Assumption: Fully Evacuated Casing, Max MW)

(Tension Assumptions: Air Weight of Casing*Buoy.Fact. of water)

MASP 3,258 psi

3) Maximum Anticipated Bottom Hole Pressure (MABHP) = Pore Pressure at TD

(Burst Assumptions: TD =

11.6 ppg)

0.59 psi/ft = bottomhole gradient

(Collapse Assumption: Fully Evacuated Casing, Max MW)

(Tension Assumptions: Air Weight of Casing*Buoy.Fact. of water)

MABHP 5,185 psi

CEMENT PROGRAM

	FT. OF FILL	DESCRIPTION	SACKS	EXCESS	WEIGHT	YIELD
SURFACE LEAD	500	Premium cmt + 2% CaCl	215	60%	15.60	1.18
Option 1		+ 25 pps flocele				
TOP OUT CMT (1)	200	20 gals sodium silicate + Premium cmt	50		15.60	1.18
		+ 2% CaCl + .25 pps flocele				
TOP OUT CMT (2)	as required	Premium cmt + 2% CaCl	as req.		15.60	1,18
SURFACE		NOTE: If well will circulate water to s	urface, opt	ion 2 will be	utilized	
Option 2 LEAD	1500	Prem cmt + 16% Gel + 10 pps gilsonite	170	35%	11.00	3.82
		+ 25 pps Flocele + 3% salt BWOC				
TAIL	500	Premium cmt + 2% CaCI	180	35%	15.60	1.18
	11 2 12 1	+ 25 pps flocele				
TOP OUT CMT	as required	Premium cmt + 2% CaCl	as req.		15.60	1.18
PRODUCTION LEAD	3,740'	Premium Lite II + 3% KCI + 0.25 pps	380	60%	11.00	3.38
		celloflake + 5 pps gilsonite + 10% gel	10.00			
		+ 0.5% extender				
TAIL	5,020'	50/50 Poz/G + 10% salt + 2% gel	1410	60%	14.30	1,31
		+.1% R-3				

^{*}Substitute caliper hole volume plus 0% excess for LEAD if accurate caliper is obtained

FLOAT EQUIPMENT & CENTRALIZERS

SURFACE

Guide shoe, 1 jt, insert float. Centralize first 3 joints with bow spring centralizers. Thread lock guide shoe.

PRODUCTION

Float shoe, 1 jt, float collar. Centralize first 3 joints & every third joint to top of tail cement with bow spring centralizers.

ADDITIONAL INFORMATION

Test casing head to 750 psi after installing. Test surface casing to 1,500 psi prior to drilling out.

BOPE: 11" 5M with one annular and 2 rams. The BOPE will be installed before the production hole is drilled and tested to 5,000 psi (annular to 2,500 psi) prior to drilling out the surface casing shoe. Record on chart recorder and tour sheet. Function test rams on each trip. Maintain safety valve and inside BOP on rig floor at all times. Most rigs have top drives; however, if used, the Kelly is to be equipped with upper and lower kelly valves.

Drop Totco surveys every 2000'.	Maximum allowable hole angle is 5 degrees
---------------------------------	---

Most rigs have PVT Systems for mud monitoring. If no PVT is available, visual monitoring will be utililzed.

	,		
DRILLING ENGINEER:		DATE:	
	John Huycke / Grant Schluender	***************************************	
DRILLING SUPERINTENDENT:		DATE:	
	John Merkel / Lovel Young	***************************************	

^{*}Substitute caliper hole volume plus 10% excess for TAIL if accurate caliper is obtained

	STATE OF UTAH		FORM 9
	s ING	5.LEASE DESIGNATION AND SERIAL NUMBER: UTU-01196-B	
SUNDR	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:		
	sals to drill new wells, significantly deepen ogged wells, or to drill horizontal laterals. Us		7.UNIT or CA AGREEMENT NAME: NATURAL BUTTES
1. TYPE OF WELL Gas Well			8. WELL NAME and NUMBER: NBU 1022-9K-2T
2. NAME OF OPERATOR: KERR-MCGEE OIL & GAS ONSI	HORE, L.P.		9. API NUMBER: 43047388800000
3. ADDRESS OF OPERATOR: P.O. Box 173779 1099 18th St	treet, Suite 600, Denver, CO, 80217 3779	PHONE NUMBER: 720 929-6587 Ext	9. FIELD and POOL or WILDCAT: NATURAL BUTTES
4. LOCATION OF WELL FOOTAGES AT SURFACE: 2126 FSL 1483 FWL			COUNTY: UINTAH
QTR/QTR, SECTION, TOWNSHI Qtr/Qtr: NESW Section: 09	P, RANGE, MERIDIAN: Township: 10.0S Range: 22.0E Meridian: S	5	STATE: UTAH
11.	CK APPROPRIATE BOXES TO INDICAT	E NATURE OF NOTICE, REPORT,	OR OTHER DATA
TYPE OF SUBMISSION		TYPE OF ACTION	
	ACIDIZE	ALTER CASING	CASING REPAIR
NOTICE OF INTENT	CHANGE TO PREVIOUS PLANS	CHANGE TUBING	CHANGE WELL NAME
Approximate date work will start:	CHANGE WELL STATUS	COMMINGLE PRODUCING FORMATIONS	☐ CONVERT WELL TYPE
SUBSEQUENT REPORT Date of Work Completion:	DEEPEN	FRACTURE TREAT	☐ NEW CONSTRUCTION
	OPERATOR CHANGE	PLUG AND ABANDON	☐ PLUG BACK
✓ SPUD REPORT	PRODUCTION START OR RESUME	RECLAMATION OF WELL SITE	RECOMPLETE DIFFERENT FORMATION
Date of Spud: 5/18/2009	REPERFORATE CURRENT FORMATION	SIDETRACK TO REPAIR WELL	TEMPORARY ABANDON
3, 10, 2003	TUBING REPAIR	☐ VENT OR FLARE	WATER DISPOSAL
DRILLING REPORT Report Date:	☐ WATER SHUTOFF	SI TA STATUS EXTENSION	APD EXTENSION
	☐ WILDCAT WELL DETERMINATION	OTHER	OTHER:
12. DESCRIBE PROPOSED OR CO	MPLETED OPERATIONS. Clearly show all pert	inent details including dates, depths, v	olumes, etc.
RAN 14" 36.7# SCH	BUCKET RIG. DRILLED 20" CC EDULE 10 PIPE. CMT W/28 SX CATION ON 05/18/2009 AT 15	READY MIX. SPUD WELL A 330 HRS. L	Jtah Division of
			, Gas and Mining
		FOR	RECORDONLY
			171ay 15, 2005
NAME (PLEASE PRINT)	PHONE NUMBER	TITLE	
Sheila Upchego	435 781-7024	Regulatory Analyst	
SIGNATURE N/A		DATE 5/19/2009	

SUNDF Do not use this form for proposition—hole depth, reenter plude DRILL form for such proposals. 1. TYPE OF WELL Gas Well 2. NAME OF OPERATOR: KERR-MCGEE OIL & GAS ONS 3. ADDRESS OF OPERATOR: P.O. Box 173779 1099 18th S 4. LOCATION OF WELL FOOTAGES AT SURFACE: 2126 FSL 1483 FWL QTR/QTR, SECTION, TOWNSHI QTR/QTR, SECTION, TOWNSHI QTR/QTR: NESW Section: 09	5.LEASE DESIGNATION AND SERIAL NUMBER: UTU-01196-B 6. IF INDIAN, ALLOTTEE OR TRIBE NAME: 7.UNIT OF CA AGREEMENT NAME: NATURAL BUTTES 8. WELL NAME and NUMBER: NBU 1022-9K-2T 9. API NUMBER: 43047388800000 9. FIELD and POOL OF WILDCAT: NATURAL BUTTES COUNTY: UINTAH STATE: UTAH						
11. CHE	CK APPROPRIATE BOXES TO INDICATE N	NATURE OF NOTICE, REPORT,	OR OTHER DATA				
TYPE OF SUBMISSION		TYPE OF ACTION					
□ NOTICE OF INTENT Approximate date work will start: □ SUBSEQUENT REPORT Date of Work Completion: □ SPUD REPORT Date of Spud: ✓ DRILLING REPORT Report Date: 5/30/2009			CASING REPAIR CHANGE WELL NAME CONVERT WELL TYPE NEW CONSTRUCTION PLUG BACK RECOMPLETE DIFFERENT FORMATION TEMPORARY ABANDON WATER DISPOSAL APD EXTENSION OTHER:				
12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc. MIRU PROPETRO AIR RIG ON 05/27/2009. DRILLED 12 1/4" SURFACE HOLE TO 2050'. RAN 9 5/8" 36# J-55 SURFACE CSG. PMP 260 SX PREM CLASS GAccepted by the @15.8 PPG 1.15 YIELD. DROP PLUG ON FLY DISPLACE W/152.4 BBLS OF Utah Division of 8.3# H 20 BUMP PLUG W/500 PSI FLOAT HELD NO CMT TO SURFACE. TOpil, Gas and Mining OUT W/100 SX PREM CLASS G @15.8 PPG 1.15 YIELD. NO CMT TO SURFACE. 2ND TOP OUT W/90 SX PREM CLASS G @15.8 PPG 1.15 YIELD. NO CMT TO SURFACE. 3RD TOP OUT W/150 SX PREM CLASS G @15.8 PPG 1.15 YIELD. 3 BBLS OF CMT TO SURFACE AND STAYED FULL WASH UP AND RIG DOWN. WORT							
NAME (PLEASE PRINT) Sheila Upchego	PHONE NUMBER 435 781-7024	TITLE Regulatory Analyst					
SIGNATURE N/A		DATE 6/1/2009					

STATE OF UTAH		FORM 9	
DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MININ	G	5.LEASE DESIGNATION AND SERIAL NUMBER: UTU-01196-B	
SUNDRY NOTICES AND REPORTS O	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:		
Do not use this form for proposals to drill new wells, significantly deepen exi bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use DRILL form for such proposals.	sting wells below current APPLICATION FOR PERMIT TO	7.UNIT or CA AGREEMENT NAME: NATURAL BUTTES	
1. TYPE OF WELL Gas Well		8. WELL NAME and NUMBER: NBU 1022-9K-2T	
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3. ADDRESS OF OPERATOR: P.O. Box 173779 1099 18th Street, Suite 600, Denver, CO, 80217 3779	PHONE NUMBER: 720 929-6007 Ext	9. FIELD and POOL or WILDCAT: NATURAL BUTTES	
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11. CHECK APPROPRIATE BOXES TO INDICATE I	NATURE OF NOTICE, REPORT,	OR OTHER DATA	
TYPE OF SUBMISSION	TYPE OF ACTION		
☐ ACIDIZE ☐	ALTER CASING	CASING REPAIR	
☐ NOTICE OF INTENT ☐ CHANGE TO PREVIOUS PLANS ☐ Approximate date work will start:	CHANGE TUBING	CHANGE WELL NAME	
☐ SUBSEQUENT REPORT ☐ STREET	COMMINGLE PRODUCING FORMATIONS	CONVERT WELL TYPE	
Date of Work Completion: DEEPEN DEEPE	FRACTURE TREAT PLUG AND ABANDON	 □ NEW CONSTRUCTION □ PLUG BACK 	
	RECLAMATION OF WELL SITE	☐ RECOMPLETE DIFFERENT FORMATION	
☐ SPUD REPORT Date of Spud: REPERFORATE CURRENT FORMATION	SIDETRACK TO REPAIR WELL	TEMPORARY ABANDON	
☐ TUBING REPAIR ☐	VENT OR FLARE	☐ WATER DISPOSAL	
✓ DRILLING REPORT	SI TA STATUS EXTENSION	APD EXTENSION	
9/24/2009	OTHER	OTHER:	
12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertine FINISHED DRILLING FROM 2050' TO 8726' ON 9/22/2 I-80 PRODUCTION CSG. PUMP 40 BBLS WATER SPACMT W/462 SX CLASS G PREM LITE @ 11.6 PPG, 2. W/1223 SX CLASS G 50/50 POZ @ 14.3 PPG, 1.31 DROP PLUG & DISPLACE W/135.8 BBLS WATER @ 8.6 GL MAGNACIDE & CORR INHIBITER. BUMP PLUG W PUMP PSI 2550, 616 OVER PSI, 100% RETURNS W/SURFACE. RELEASE PIONEER RIG 69 ON 09/24/2	2009. RAN 4-1/2" 11.6# ACER @ 8.3 PPG. LEAD A 62 YIELD. TAILED CMT L YIELD. FLUSH LINESOI 3 PPG W/ CLAYTREAD R 1/3165 PSI, ORIGINAL 40 BBLS CMT BACK TO	Accepted by the Utah Division of L. Gas and Mining	
NAME (PLEASE PRINT) PHONE NUMBER Andy Lytle 720 929-6100	TITLE Regulatory Analyst		
SIGNATURE	DATE		

	STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES		FORM 9
	5.LEASE DESIGNATION AND SERIAL NUMBER: UTU-01196-B		
SUNDE	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:		
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1. TYPE OF WELL Gas Well			8. WELL NAME and NUMBER: NBU 1022-9K-2T
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11. CHE	CK APPROPRIATE BOXES TO INDICATE	NATURE OF NOTICE, REPORT,	OR OTHER DATA
TYPE OF SUBMISSION		TYPE OF ACTION	
	ACIDIZE	ALTER CASING	CASING REPAIR
NOTICE OF INTENT Approximate date work will start:	☐ CHANGE TO PREVIOUS PLANS	CHANGE TUBING	☐ CHANGE WELL NAME
	CHANGE WELL STATUS	COMMINGLE PRODUCING FORMATIONS	CONVERT WELL TYPE
SUBSEQUENT REPORT Date of Work Completion:	☐ DEEPEN ☐	FRACTURE TREAT	☐ NEW CONSTRUCTION
	OPERATOR CHANGE	PLUG AND ABANDON	☐ PLUG BACK
SPUD REPORT	✓ PRODUCTION START OR RESUME	RECLAMATION OF WELL SITE	RECOMPLETE DIFFERENT FORMATION
Date of Spud:	☐ REPERFORATE CURRENT FORMATION ☐	SIDETRACK TO REPAIR WELL	☐ TEMPORARY ABANDON
	☐ TUBING REPAIR	VENT OR FLARE	WATER DISPOSAL
✓ DRILLING REPORT Report Date:	☐ WATER SHUTOFF	SI TA STATUS EXTENSION	APD EXTENSION
10/25/2009	☐ WILDCAT WELL DETERMINATION ☐	OTHER	OTHER:
THE SUBJECT WELL V	MPLETED OPERATIONS. Clearly show all pertin VAS PLACED ON PRODUCTION (R TO THE ATTACHED CHRONOL(ON 10/25/2009 AT 11:00 DGICAL WELL HISTORY. A U	
NAME (PLEASE PRINT) Andy Lytle	PHONE NUMBER 720 929-6100	TITLE Regulatory Analyst	
SIGNATURE N/A		DATE 10/29/2009	

US ROCKIES REGION Operation Summary Report

Spud Conductor: 5/18/2009 Spud Date: 5/27/2009 Well: NBU 1022-9K-2T Site: CIGE 14 PAD Project: UTAH-UINTAH Rig Name No: PIONEER 69/69, PROPETRO/ Event: DRILLING Start Date: 3/24/2009 End Date: 9/24/2009

Active Datum: RKB @5,170.00ft (above Mean Sea UWI: NE/SW/0/10/S/22/E/9/0/0/6/PM/S/2,126.00/W/0/1,484.00/0/0

_evel)

Date	Time	Duration	Phase	Code	Sub	P/U	MD From	Operation
Date	Start-End	(hr)	PRASE	Code	Code	PIU	(ft)	Operation
5/27/2009	10:00 - 12:00	2.00	MIRU	01	В	Р	. K.3	MOVE IN AND RIG UP PROPETRO RIG #11
	12:00 - 15:00	3.00	DRLSUR	02	Α	Ρ		PICK UP AIR HAMMER AND DRILL TO 150'.
	15:00 - 16:00	1.00	DRLSUR	06	Α	Р		TRIP OUT OF HOLE AND LD AIR HAMMER AND P/U MAGNA SONIC RANGE TOOLS.
	16:00 - 23:30	7.50	DRLSUR	02	В	Р		DRILL 150'- 373' DRILLING W/ MOTOR AND 12 1/4 PDC HUGHES 507C.
	23:30 - 0:00	0.50	DRLSUR	10	В	Р		SURVEYS. 79' FROM EXISTING WELL BORE
5/28/2009	0:00 - 10:00	10.00	DRLSUR	02	В	Р		DRILL 373'-820' WOB 10-13K, ROT 30 RPM, OFF PSI 1000, 1300 PSI ON.
	10:00 - 11:30	1.50	DRLSUR	80	В	Z		CHANGE OUT SWIVEL PACKING, RETAP BLOTS IN HEAD.
•	11:30 - 0:00	12.50	DRLSUR	02	В	P		DRILL 820'- 1370', WOB 10-13K, RPM 30, OFF/ON PSI 1050/1350. 588 GPM.
5/29/2009	0:00 - 14:00	14.00	DRLSUR	02	В	Р		DRILL F/ 1370 TO 2050' BIT WT 18-20K TOP HEAD 30 RPM MM 94 RPM OFF/ON PSI 1000/1300 TD 5/29/2009 14:00.
•	14:00 - 14:30	0.50	CSG	05	Α	Р		CIRC. AT TD CLEAN HOLE TO LAY DOWN DP
	14:30 - 19:30	5.00	CSG	06	D	Р		LAY DOWN DRILL STRING.
	19:30 - 23:30	4.00	CSG	12	С	Р		RUN 46 JTS OF 9 5/8 CSG 36# J-55 LT&C SHOE @ 2017'GL FLOAT COLLAR @ 1973' GL.
	23:30 - 0:00	0.50	RDMO	01	E	Р		RIG DOWN PROPETRO RIG # 11, AND RIG UP PRO PETRO CEMENTERS. RIG #11 RELEASE 00:00 5/29/2009.
5/30/2009	0:00 - 0:30	0.50	CSG	12	E	P		RIG UP CEMENTERS
	0:30 - 1:30	1.00	CSG	12	E	Р		PUMP FLUSH OF 140 BBLS OF 8.3# H20, PUMP 20 BBLS OF GEL WATER, PUMP 260 SX (53.3 BBLS) OF 15.8#, 1.15 YD, 5 GAL/SK PREMIUM CEMENT, DROP PLUG ON FLY, DISPLACE W/152.4 BBLS OF 8.3# H20, BUMP LUG W/ 500 PSI, FLOAT HELD. NO CEMENT TO SURFACE
	1:30 - 3:30	2.00	CSG	12	Е	Р		INITIAL TOP OUT, 100 SX (20.5 BBLS) OF 15.8#, 1.15 YD, 5 GAL/SK, OF PREMIUM CEMENT. 4 % CALC. NO CEMENT TO SURFACE
	3:30 - 5:30	2.00	CSG	12	E	Р		TOP OUT #2, PUMP 90 SX(18.5#) 0F 15.8 #, 1.15 YD, 5 GAL/SK OF PREMIUM CEMENT 4 % CALC. NO CEMENT TO SURFACE.
	5:30 - 6:00	0.50	CSG	12	E	Р		TOP OUT #3, PUMP 150 SX (30.7 BBLS) OF 15.8#, 1.15 YD, 5 GAL /SK OF PREMIUM CEMENT. + 4 % CALC. 3 BBLS OF CEMENT TO SURFACE AND STAYED. WASH UP AND RIG DOWN PRO PETRO.
9/17/2009	0:00 - 6:30	6.50	DRLPRO	01	E	Р		RDRT
	6:30 - 18:00	11.50	DRLPRO	01	A	P		SCOPE DOWN DERRICK, LAY DERRICK ON CARRIER & SCOPE DOWN SUB, FINISH RIG DOWN. MOVE RT TO NBU 1022-9K-2T. SCOPE SUB, RAISE DERRICK OFF CARRIER. ATTEMPT TO SCOPE DERRICK & BLEW HYDRAULIC LINE, WAITING ON NEW HYDRAULIC LINE TO SCOPE DERRICK. REPLACE HYDRAULIC LINE & SCOPE DERRICK.
	18:00 - 21:00	3.00	DRLPRO	01	В	Р		RURT
	21:00 - 0:00	3.00	DRLPRO	14	A	P		NIPPLE UP BOP
9/18/2009	0:00 - 1:00	1.00	DRLPRO	14	Α	Р		NIPPLE UP BOP

10/29/2009 1:43:15PM

US ROCKIES REGION

Operation Summary Report

 Well: NBU 1022-9K-2T
 Spud Conductor: 5/18/2009
 Spud Date: 5/27/2009

 Project: UTAH-UINTAH
 Site: CIGE 14 PAD
 Rig Name No: PIONEER 69/69, PROPETRO/

 Event: DRILLING
 Start Date: 3/24/2009
 End Date: 9/24/2009

Active Datum: RKB @5,170.00ft (above Mean Sea

UWI: NE/SW/0/10/S/22/E/9/0/0/6/PM/S/2,126.00/W/0/1,484.00/0/0

Active Datum: Level)	RKB @5,170.00ft	(above Meai	n Sea	UWI: N	E/SW/0/	10/\$/22/	E/9/0/0/6/PM/S	//2,126.00/W/0/1,484.00/0/0
Date	Time	Duration	Phase	Code		P/U	MD From	Operation
	Start-End 1:00 - 5:00	(hr) 4.00	DRLPRO	15	Code A	Р	(ft)	HELD SAFETY MEETING. RIG UP B & C QUICK
								TEST. TEST PIPE RAMS, BLIND RAMS, CHOKE & ALL FLOOR RELATED VALVES F/ 250 PSI LOW TO 5000 PSI HIGH. TEST HYDRILL 250 PSI LOW TO 2500 PSI HIGH. TEST CSG 1500 PSI & HOLD 30 MIN.RIG DOWN B & C QUICKTEST. INSTALL WEAR BUSHING.
	5:00 - 10:00	5.00	DRLPRO	06	Α	Р		HELD SAFETY MEETING. RIG UP KIMZEY CSG & PICK UP BHA,DIRECTIONAL TOOLS & 43 JTS DP TO 1886'. RIG DOWN KIMZEY.
	10:00 - 11:30	1.50	DRLPRO	09	Α	Р		SLIP & CUT DRLG LINE
	11:30 - 13:00	1.50	DRLPRO	07	Α	Р		INSTALL ROTATING HEAD RUBBER, CIRC & DO PRE SPUD RIG INSPECTION & RIG SERVICE.
	13:00 - 14:30	1.50	DRLPRO	02	F	Р		DRILL FLOAT EQUIPMENT & 47' OPEN HOLE TO 2068' CMT 1818' FLOAT 1979' SHOE 2021' ROTARY SPUD 14:30 09/18/2009
	14:30 - 0:00	9.50	DRLPRO	02	D	Р		DRILL, SLIDE & SURVEY 2068'-3193' 1125'@ 118 FPH, WOB 16-18, RPM 45, MRPM 98, SPM 125, GPM 473, PU/SO/ROT 100/80/97, ON/OFF PSI 1571/1295, DIFF PSI 276. SWEEPING HOLE SLIDE 2181'-2196' & 2751'- 2766'
9/19/2009	0:00 - 13:00	13.00	DRLPRO	02	D	Р		DRILL,SLIDE & SURVEY 3193' - 4616' 1423' @ 109.4 FPH, RPM 45, MRPM 98, SPM 125, GPM 473, PU/SO/RPOT 120/100/114, ON/OFF PSI 1500/1140, DIFF PSI 360, SWEEPING HOLE
	13:00 - 13:30	0.50	DRLPRO	07	Α	P		RIG SERVICE
	13:30 - 0:00	10.50	DRLPRO	02	D	Р		DRILL& SURVEY 4616'-5732' 1116' @ 106.2 FPH, WOB 18, RPM 45, MRPM 98, SPM 125, GPM 473, PU/SO/ROT 145,120,135, ON/OFF PSI 1662/1365, DIFF PSI 297, SWEEPING HOLE
9/20/2009	0:00 - 0:30	0.50	DRLPRO	02	D	P -		DRILL 5732'-5785' 53' @ 106 FPH
	0:30 - 6:30	6.00	DRLPRO	80	В	Z		WAIT ON MECHANIC TO REPAIR ROTARY MOTOR
	6:30 - 0:00	17.50	DRLPRO	02	D	Р		DRILL 5785'- 6892' 1107' 63.2 FPH, WOB 20, RPM 45, MRPM 98, SPM 125, GPM 473, PU/SO/ROT 165/150/155, ON/OFF PSI 1953/1734, DIFF PSI 219, VIS 36, WT 9.2
9/21/2009	0:00 - 15:30	15.50	DRLPRO	02	D	Р		DRILL 6892'-7873 981' @ 63.2 FPH, WOB 24, RPM 45,MRPM 105, SPM 125, GPM 473, PU/SO/ROT 180/135/160, ON/OFF PSI 2350/2260, DIFF PSI 90, VIS 40, MW 10.7
	15:30 - 16:00	0.50	DRLPRO	07	Α	Р		RIG SERVICE
	16:00 - 18:30	2.50	DRLPRO	02	D	Р		DRILL 7873'- 7968' 95' @ 38 FPH
	18:30 - 19:30	1.00	DRLPRO	80	В	Z		REPAIR # 1-2 PUMP POP OFFS & KELLY SPINNERS
	19:30 - 0:00	4.50	DRLPRO	02	D	Р		DRILL 7968'-8140' 172' @ 38 FPH, WOB 24, RPM 50, MRPM 94, SPM 120,GPM 454, PU/SO/ROT 180/145/170, ON/OFF PSI 2682/2337, DIFF PSI 345, VIS 40, MW 11.0
9/22/2009	0:00 - 5:00	5.00	DRLIN1	02	D	P		DRILL 8140'-8252' 112' @ 22.4 FPH, WOB 24, RPM 50, MRPM 94, SPM 120, GPM 473, PU/SO/ROT 180/145/170, ON/OFF PSI 2682/2337, DIFF PSI 345, VIS 40, MW 11.0
	5:00 - 6:30	1.50	DRLIN1	05	С	Р		CIRC F/ BIT TRIP
	6:30 - 10:30		DRLIN1	06	Α	P		TOOH TO LD DIR TOOL, SWITCH MOTORS & BIT
	10:30 - 14:00		DRLIN1	06	Α	Р		SWITCH BITS & MOTOR & TIH
	14:00 - 14:30		DRLIN1	03	E	Р		WASH & REAM 90' TO BOTTOM. 20' FILL. HOLE UNLOADING CUTTINGS
	14:30 - 16:00		DRLIN1	02	В	P		DRILL 8252'-8315' 63' @ 42 FPH
	16:00 - 16:30	0.50	DRLIN1	07	Α	P		RIG SERVICE

US ROCKIES REGION **Operation Summary Report**

Well: NBU 102	22-9K-2T		Spud Co	onductor	: 5/18/20	009	Spud Date: 5		
Project: UTAH-UINTAH Si				3E 14 P/	4D			Rig Name No: PIONEER 69/69, PROPETRO/	
Event: DRILLI	NG		Start Da	te: 3/24/	2009			End Date: 9/24/2009	
Active Datum: Level)	RKB @5,170.00ft	(above Mear	n Sea	UWI: N	IE/SW/0/	/10/S/22/	E/9/0/0/6/PM/S	S/2,126.00/W/0/1,484.00/0/0	
Date	Time Start-End	Duration (hr)	Phase	Code	Sub Code	P/U	MD From (ft)	Operation	
	16:30 - 0:00	7.50	DRLIN1	02	В	Р		DRILL 8315'- 8726' 411' @ 54.8 FPH, WOB 18-20, RPM 50, MRPM 73,SPM 120, GPM 454, PU/SO/ROT 180/145/168, ON/OFF PSI 2550/2315, DIFF PSI 235, VIS 42, MW 11.5	
9/23/2009	0:00 - 1:30	1.50	DRLPRO	02	В	Р		DRILL 8726'-8800 TD. 74' TOTAL @ 49.3 FPH	
	1:30 - 2:30	1.00	DRLPRO	05	С	Р		CIRC F/ SHORT TRIP TO SHOE	
	2:30 - 7:00	4.50	DRLPRO	06	Α	Р		SHORT TRIP TO SHOE	
	7:00 - 8:30	1.50	DRLPRO	05	С	Р		CIRC TO LAY DOWN DRILL STRING	
	8:30 - 13:30 13:30 - 15:30	5.00 2.00	DRLPRO DRLPRO	06 21	A E	P Z		(HELD SAFETY MEETING) RIG UP KIMZEY LAYDOWN DRILL STRING, PULL WEAR BUSHING WAIT ON BAKER ATLAS	
	15:30 - 15:30	7.00	DRLPRO	11	G	P		(HELD SAFETY MEETING) RIG UP BAKER,	
		.,,,,				·		SLOW RIG UP. TOOL FAILÉR. RUN NETRON,GAMMA RAY & TTRM F/ 8550', GAMMA TO SURFACE	
	22:30 - 23:00	0.50	DRLPRO		Α	Р		(HELD SAFETY MEETING) RIG UP KIMZEY CSC CREW	
	23:00 - 0:00	1.00	DRLPRO		С	Р		RUN 4.5 PRODUCTION CSG	
9/24/2009	0:00 - 5:00	5.00	DRLPRO	12	С	Р		RUN 4.5 PRODUCTION CSG TO 8557' BRIDGED OFF,HOOK UP CIRC SWEDGE & WASH F/ 8557'-8600',RUN CSG TO 8776' SHOE DEPTH. 8738' FLOAT DEPTH	
	5:00 - 6:00	1.00	DRLPRO	05	D	P		HOOK UP BJ HEAD & CIRC OUT GAS W/ RIG PUMP	
	6:00 - 8:30	2.50	DRLPRO	12	E	P		(HELD SAFETY MEETING) SWITCH LINES & PS TEST TO 5000 PSI. PUMP 40 BBLS WATER SPACER @ 8.3 PPG, PUMP LEAD 215.6 BBLS, 46 SCKS PREMIUM LITE 11 CMT, 11.6 PPG, 2.62cF/SACK YIELD. PUMP TAIL 285.3 BBLS, 122 SCKS 50:50:2 POZ MIX CMT, 14.3 PPG, 1.31cF/SACK YIELD. FLUSH LINES, DROP PLUG DISPLACE W/ 135.8 BBLS WATER @ 8.3 PPG W/ CLAYTREAT, 1 GL MAGNACIDE & CORR INHIBITER. BUMP PLUG W/ 3165 PSI, ORIGINAL PUMP PSI 2550, 616 OVER PSI, 100% RETURNS W/ 40 BBLS CMT BACK TO SURFACE. SET CSG W/ 50K STRING WT. RIG DOWN BJ TOP OF TAIL 2700'	
	8:30 - 12:30	4.00	DRLPRO	14	Α	Р		2700' NIPPLE DOWN BOP, CLEAN MUD PITS. RELEASI RIG @ 12:30 09/24/2009	

US ROCKIES REGION Operation Summary Report

 Well: NBU 1022-9K-2T
 Spud Conductor: 5/18/2009
 Spud Date: 5/27/2009

 Project: UTAH-UINTAH
 Site: CIGE 14 PAD
 Rig Name No: MILES-GRAY 1/1

 Event: COMPLETION
 Start Date: 10/19/2009
 End Date: 10/23/2009

Event: COMPL	EHON		Start Da	ite. 10/18	72009			Lift Date. 10/23/2009
Active Datum: I Level)	RKB @5,170.00ft (above Mean	Sea	UWI: NE/SW/0/10/S/22/E/9/0/0/6/PM/S/2,126.00/W/0/1,484.00/0/0				5/2,126.00/W/0/1,484.00/0/0
Date	Time Start-End	Duration (hr)	Phase	Code	Sub Code	P/U	MD From (ft)	Operation
10/19/2009	7:00 - 7:15	0.25	COMP	48		Р		JSA-SAFETY MEETING #1, DAY 1,
	7:15 - 9:00	1.75	COMP	30	Α	Р		MIRU SERVICE UNIT, N/D WH, N/U BOPS AND TBG EQUIP.
	9:00 - 13:00	4.00	COMP	31	1	Р		P/U2 3/8" TBG W/ 3 7/8: BIT TIH TO @ 8000',
	13:00 - 15:00	2.00	COMP	31	i	Р		TOOH W/ TBG, N/D BOPS, N/U FRAC VALVE, SWI SDFN
10/20/2009	7:00 - 7:15	0.25	COMP	48		P		JSA-SAFETY MEETING #2, DAY 2
	7:15 - 8:30	1.25	COMP	33	С	Р		R/U B&C QUICK TEST, PRESSURE TEST CSG AND FRAC VALVE TO 7000# FOR 15 MIN, OK, R/D TESTER
	8:30 - 15:00	6.50	COMP	37	В	Р		(STG #1 PERF) R/U SCHLUMBERGER WIRELINE, RIH W/ 3 3/8" PERF GUNS, PERF THE MESAVERDE @ 8646'- 8648' 4-SPF, 8616'- 8620' 4-SPF, 8520'- 8526' 3-SPF, USING 3 3/8" EXP GUNS, 23gm, 0.36 HOLE, 120* PHS, 42 HOLES. SWI, SDFN,
10/21/2009	7:00 - 7:15	0.25	COMP	48		Р		JSA-SAFETY MEETING W/ SCHLUMBERGER AND RIG,
	7:15 - 7:30	0.25	COMP	36	E	P		(STG #1) R/U SCHLUMBERGER FRAC, PRESSURE TEST SURFACE LINE TO 8000#, WHP = 62 #, BRK DN PERF @ 4754 # @ 3 B/M, INJ-RT = 50.2 B/M, INJ-P = 4800 #, ISIP = 2612 #, F.G. = 0.73 , PUMP 3BBLS 15% HCL AHEAD OF INJ, CALC ALL PERF OPEN, PUMP 711 BBLS SLK WTR & 21414 # OTTAWA SAND, ISIP = 2551 #, F.G. = 0.73 , NPI = -61 , MP = 6486 #, MR = 51.4 B/M, AP = 4576 # AR = 48.5 B/M, 16414 # OTTAWA 30/50 SD, 5000 # TLC SD, 67 GALS CLAYTREAT, 14 GALS FRW, 133 GAL NALCO SCALE INHIB, 14 GALS NALCO BIOCID, COMMENTS: GOOD JOB, PERFORATION WAS SHOT OFF OF BAKER INDUCTION-DENSITY-NEUTRON LOG
	7:30 - 9:15	1.75	COMP	36	Е	Р		(STG #2) RIH W/ HALLIBURTON 8K CBP & PERF GUNS, SET CBP @ 8400', PERF THE MESAVERDE @ 8366'- 8370' 4-SPF, 8256'- 8260' 3 -SPF, 8240'- 8244' 3-SPF, USING 3 3/8" EXP GUNS, 23 gm, 0.36 HOLE, 120* PHS, 40 HOLE, WHP = 855 #,

BRK DN PERF @ 3734 #, @ 5 B/M, INJ-RT = 50.2 B/M, INJ-P = 4551 #, ISIP = 2567 #, F.G.= 0.74, CALC ALL PERF OPEN, PUMP 1437 BBL SLK WTR & 59370 # OTTAWA SAND, ISIP = 3093 #, F.G. = 0.80, NPI = 526, MP = 6176 #, MR = 51.6 B/M, AP = 4323 #, AR = 48 B/M, 54370 # 30/50 OTTAWA SD, 5000 # TLC SD, 143 GALS CLAYTREAT, 28 GALS FRW, 127 GALS NALCO SCALE INHIB, 29 GALS NALCO BIOCID, COMMENTS: GOOD JOB, PERFORATION SHOT OFF OF BAKER INDUCTION-DENSITY- NEUTRON

LOG'

10/29/2009 1:44:14PM

			C				EGION ary Repoi	
Well: NBU 10	22-9K-2T	are to the art a series to the	Spud C	onductor	: 5/18/20	009	Spud Date: 5	/27/2009
Project: UTAF	I-UINTAH		Site: CI	GE 14 PA	AD.			Rig Name No: MILES-GRAY 1/1
Event: COMP	LETION		Start Date: 10/19/2009					End Date: 10/23/2009
	Active Datum: RKB @5,170.00ft (above Mean					/10/S/22/	E/9/0/0/6/PM/S	S/2,126.00/W/0/1,484.00/0/0
Date	Time Start-End	Duration (hr)	Phase	Code	Sub Code	P/U	MD From (ft)	Operation
	9:15 - 11:15	2.00	COMP	36	E	P		(STG #3) RIH W/ HALLIBURTON 8K CBP AND PERF GUNS, SET CBP @ 8074', PERF THE MESAVERDE @ 8040'- 8044' 4-SPF, 7976'- 7978' 4-SPF, 7846'- 7850' 3-SPF, 7790'- 7792' 3-SPF, USING 3 3/8" EXP GUNS, 23 gm, 0.36 HOLE, 120* PHS, 42 HOLES, WHP = 650 #, BRK DN PERF @ 5266 # @ 4 B/M, INJ-RT = 48 B/M, INJ-P = 5378 #, ISIP = 3020 #, F.G = 0.83, CALC 87% PERF OPEN, PUMP 1444 BBLS SLK WTR & 49619 # OTTAWA SAND, ISIP = 2996 # F.G. = 0.81, NPI = -24, MP = 7189 #, MR = 50 B/M, AP = 5004 #, AR = 36.9 B/M, 44619 # 30/50 OTTAWA SD, 5000 # TLC SD, 143 GALS CLAYTREAT, 30 GALS FRW, 110 GALS NALCO SCALE INHIB, 29 GALS NALCO BIOCID COMMENTS: RESPOT ACID ON BOTTOM, PERFORATION WAS SHOT OFF OF BAKER INDUCTION-DENSITY-NEUTRON LOG
	11:15 - 13:00	1.75	COMP	36	E	P		(STG #4) RIH W/ HALLIBURTON 8K CBP AND PERF GUNS, SET CBP @ 7688', PERF THE MESAVERDE @ 7654'- 7658' 4-SPF, 7610'- 7612' 4-SPF, 7584'- 7586' 3-SPF, 7548'- 7552' 3-SPF, USING 3 3/8" EXP GUNS, 23 gm, 0.36 HOLE 120* PHS, 42 HOLES, WHP = 533 #, BRK DN PERF @ 3609 # @ 4 B/M, INJ-RT = 51.2 B/M, INJ-P = 4448 #, ISIP = 2426 #, F.G= 0.75, CALC ALL PERF OPEN, PUMP 1449 BBLS SLK WTR & 60874 # OTTAWA SAND, ISIP = 3071 #, F.G.= 0.83, NPI = 645, MP = 5388 #, MR = 51.5 B/M, AP = 4029 #, AR = 48.8 B/M, 55874 # 30/50 OTAWA SD, 5000 # TLC SD, 145 GALS CLAYTREAT, 29 GALS FRW, 121 GALS NALCO SCALE INHIB, 29 GALS NALCO BIOCID, COMMENTS: GOOD JOB
	13:00 - 15:00	2.00	COMP	36	E	P		(STG #5) RIH W/ HALLIBURTON 8K CBP AND PERF GUNS, SET CBP7355', PERF THE MESAVERDE @ 7322'-7325' 3-SPF, 7248'-7250' 4-SPF, 7166'-7170' 3-SPF, 7092'-7096' 3-SPF, USING 3 3/8" EXP GUNS, 23 gm, O.36 HOLE, 120* PHS, 41 HOLES, WHP = 533 #, BRK DN PERF @ 3104 #, @ 6 B/M, INJ-RT = 51.2 B/M, INJ-P = 3900 #, ISIP = 1808 #, F.G. = 0.68, CALC ALL PERF OPEN, PUMP 2196 BBLS SLK WTR & 86564 # OTTAWA SAND, ISIP = 2613 #, F.G. = 0.79, NPI = 805, MP = 5112 #, MR = 51.5 B/M, AP = 3748 #, AR = 49.1 B/M, 81564 # 30/50 OTTAWA SD, 5000 # TLC SD, 218 GALS CLAYTREAT, 44 GALS FRW, 148 GALS NALCO SCALE INHIB, 48 GALS NALCO BIOCID. COMMENTS: GOOD JOB

RECEIVED October 29, 2009

US ROCKIES REGION

Well: NBU 1	022-9K-2T	Spud C	onductor	: 5/18/200	09	Spud Date: 5/	27/2009		
Project: UTAH-UINTAH Site: Clo					٩D			Rig Name No: MILES-GRAY 1/1	
Event: COMPLETION Start Da				ate: 10/19	e: 10/19/2009 E			End Date: 10/23/2009	
ctive Datun evel)	n: RKB @5,170.00ft (above Mean	Sea	UWI: N	IE/SW/0/	10/S/22/1	E/9/0/0/6/P M /S	/2,126.00/W/0/1,484.00/0/0	
Date Time Duration				7		-	A		
Date	Time Start-End	Duration (hr)	Phase	Code	Sub Code	P/U	MD From (ft)	Operation	

Date	Time Start-End	Duration (hr)	Phase	Code	Sub Code	P/U	MD From (ft)	Operation
	15:00 - 16:30	1.50	COMP	36	E	P		(STG #6) RIH W/ HALLIBURTON 8K CBP AND PERF GUNS, SET CBP @ 7046', PERF THE MESAVERDE @ 7012'- 7016' 3-SPF, 7002'- 7004' 3-SPF, 6904'- 6907' 3-SPF, 6858'-6862' 4-SPF, USING 3 3/8" EXP GUNS, 23 gm, 0.36 HOLE 120* PHS, 43 HOLES, WHP = 250 #, BRK DN PERF @ 2584 #, @ 6 B/M, INJ-RT = 51.1 B/M, INJ-P = 3468 #, ISIP = 1838 #, F.G.= 0.69, CALC ALL PERF OPEN, PUMP 1622 BBLS SLK WTR & 68626 # OTTAWA SAND, ISIP = 2317 # F.G.= 0.76, NPI = 479, MP = 4607 #, MR = 51.1 B/M, AP = 3442 #, AR = 48.8 B/M, 63626 # 30/50 SD, 5000 # TLC SD, 160 GALS CLAYTREAT, 32 GALS FRW, 127 GALS NALCO SCALE INHIB, 38 GALC NALCO BIOCID. COMMENTS: GOOD JOB
	16:30 - 18:00	1.50	COMP	37	В	Р		(PERF STG #7) RIH W/ HALLIBURTON 8K CBP AND PERF GUNS, SET CBP @ 6812', PERF THE MESAVERDE @ 6778'- 6782' 3-SPF, 6768'- 6770' 4-SPF, 6706'- 6708' 3-SPF, 6560'- 6564' 3-SPF, USING 3 3/8" EXP GUNS, 23 gm, O.36 HOLE 120* PHS, 38 HOLES, SWI SDFN.
10/22/2009	7:00 - 7:15	0.25	COMP	48		Р		JSA-SAFETY MEETING #4, DAY 4
	7:15 - 9:30	2.25	COMP	36	E	Р		(STG #7) WHP = 835#, BRK DN PERF 2 2617# @ 6 B/M, INJ-RT = 51.2 B/M, INJ-P = 4466#, ISIP = 1508#, F.G. = 0.67, CALC 82 % PERF OPEN, PUMP 2360 BBLS SLK WTR AND 98814 # OTTAWA SAND, ISIP = 2635 #, F.G. = 0.82, NPI = 1127, MP = 4765#, MR = 51.5 B/M, AP = 3892#, AR = 49.5 B/M, 93814# 30/50 OTTAWA SD, 5000# TLC SD, 276 GALS CLAYTREAT, 47 GALS FRW, 107 GALS NALCO SCALE INHIB, 55 GALS NALCO BIOCID. COMMENTS: GOOD JOB
	9:30 - 15:00	5.50	COMP	31	i	Р		(KILL PLUG) RIH W/ HALLIBURTON 8K CBP, SET CBP @ 6510', POOH, R/D SCHLUMBERGER WIRELINE AND FRAC CREW, N/D FRAC VALVE N/U BOPS AND TBG EQUIP. P/U 3 7/8" MILL W/ POBS, TIH W/ 2 3/8" TBG TO @ 6000', R/U POWER SWIVEL AND EQUIP TO DRILL IN AM, SHUT WELL IN SDFN
10/23/2009	7:00 - 7:15	0.25	COMP	48		Р		JSA-SAFETY MEETING #5, DAY 5,

10/29/2009 1:44:14PM

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Well: NBU 10	22-9K-2T		Spud C	onductor	5/18/20	009	Spud Date: 5	/27/2009	
Project: UTA				GE 14 P/				Rig Name No: MILES-GRAY 1/1	
Event: COMPLETION		Start Date: 10/19/2009					End Date: 10/23/2009		
	Active Datum: RKB @5,170.00ft (above Mean					/10/S/22	/E/9/0/0/6/PM/S		
Level)								·	
Date	Time Start-End	Duration (hr)	Phase	Code	Sub Code	P/U	MD From (ft)	Operation	
	7:15 - 7:15	0.00	COMP	44	С	P		TIH TAG CBP @ 6510', R/U POWER SWIVEL, ESTB CIRC DN TBG OUT CSG, (DRLG CBP #1) 6510', DRILL OUT HALLIBURTON 8K CBP IN 15 MIN, 25# DIFF, RIH TAG @ 6780', C/O 32' SAND, FCP = 50#, (DRLG CBP #2) 6812', DRILL OUT HALLIBURTON 8K CBP IN 15 MIN, 50 # DIFF, RIH TAG @ 7016', C/O 30' SAND, FCP = 75#, (DRLG CBP #3) 7046', DRILL OUT HALLIBURTON 8K CBP IN 15 MIN, 50# DIFF, RIH TAG @ 7325', C/O 30' SAND, FCP = 125#, (DRLG CBP #4) 7355', DRILL OUT HALLIBURTON 8K CBP IN 15 MIN, 50 # DIFF, RIH TAG @ 7650', C/O 38', SAND, FCP = 175#, (DRLG CBP #5) 7688', DRILL OUT HALLIBURTON 8K CBP IN 15 MIN, 50 # DIFF, RIH TAG @ 8044', C/O 30' SAND, FCP = 225#, (DRLG CBP #6) 8074', DRILL OUT HALLIBURTON 8K CBP IN 15 MIN, 50 # DIFF, RIH TAG @ 8370', C/O 30' SAND, FCP = 325#, (DRLG CBP #7) 8400', DRILL OUT HALLIBURTON 8K CBP IN 15 MIN, 50 # DIFF, RIH TAG @ 8670', C/O 64' SAND TO PBTD @ 8734', FCP = 375#, CIRC WELL CLEAN, R/D POWER SWIVEL, POOH LAY DN 17 JTS ON TRAILER, LAND TBG W/HANGER W/ 260 JTS 2 3/8" J-55 TBG, EOT @ 8211.17', R/D FLOOR AND TBG EQUIP, N/D BOPS, DROP BALL DN TBG, N/U WH, PUMP OFF THE BIT @ 1400 #, WAIT 30 MIN FOR BIT TO FALL TO BTM, OPEN WELL UP ON 20/64 CHOKE, FTP = 950 #, SICP = 1750 #, TURN WELL OVER TO FBC @ 2:00 PM. W/7431 BBLS WTR LTR, AVG. 15 MIN / PLUG AND @ 30' SAND / PLUG, SDFWE	
								286 JTS 2 3/8" J-55 TBG DELV. 260 JTS LANDED 26 JTS RETURNED	
								KB. = 18.00' HANGER = .83' 260 JTS 2 3/8" J- 55 TBG = 8190.14' XN- NIPPLE POBS = 2.20'	
10/24/2009	9 7:00 -			33	Α			EOT = 8211.17' 7 AM FLBK REPORT: CP 1650#, TP 1750#, 20/64" CK, 50 BWPH, HEAVY SAND, - GAS TTL BBLS RECOVERED:6166 BBLS LEFT TO RECOVER: 6053	

US ROCKIES REGION

Operation Summary Report

Well: NBU 1022-9K-2T	Spud Conductor: 5/18/2009 Sp	ud Date: 5/27/2009
Project: UTAH-UINTAH	Site: CIGE 14 PAD	Rig Name No: MILES-GRAY 1/1
Event: COMPLETION	Start Date: 10/19/2009	End Date: 10/23/2009
Active Datum: RKB @5,170.00ft (all Level)	bove Mean Sea UWI: NE/SW/0/10/S/22/E/9/	0/0/6/PM/S/2,126.00/W/0/1,484.00/0/0

Level)	1			12.	541	140 5	A
Date	Time Start-End	Duration Phas	e Code	Sub Code	P/U	MD From (ft)	Operation
10/25/2009	7:00 -		33	Α	-		7 AM FLBK REPORT: CP 1600#, TP 1825#, 20/64" CK,35 BWPH, MEDIUM SAND, - GAS TTL BBLS RECOVERED: 7141 BBLS LEFT TO RECOVER: 5078
	11:00 -	PRO	50				WELL TURNED TO SALE @ 1100 HR ON 10/25/09 - FTP 1925#, CP 1550#, 2000 MCFD, 35 BWPD, 20/64 CK
10/26/2009	7:00 -		33	Α			7 AM FLBK REPORT: CP 1400#, TP 1850#, 20/64" CK, 30 BWPH, MEDIUM SAND, 1.6 GAS TTL BBLS RECOVERED: 7971 BBLS LEFT TO RECOVER: 4248
10/27/2009	7:00 -		33	Α			7 AM FLBK REPORT: CP 1450#, TP 1800#, 20/64" CK, 25 BWPH, MEDIUM SAND, 1.9 GAS TTL BBLS RECOVERED: 8666 BBLS LEFT TO RECOVER: 3553
10/28/2009	7:00 -		33	Α			7 AM FLBK REPORT: CP 1250#, TP 1750#, 20/64" CK, 25 BWPH, LIGHT SAND, 2 GAS TTL BBLS RECOVERED: 9266 BBLS LEFT TO RECOVER: 2953
10/29/2009	7:00 -		33	Α			7 AM FLBK REPORT: CP 1225#, TP 1700#, 20/64" CK, 20 BWPH, CLEAN SAND, 0 GAS TTL BBLS RECOVERED: 9851 BBLS LEFT TO RECOVER: 2368

5

	STATE OF UTAH		FORM 9
	DEPARTMENT OF NATURAL RESOURCE DIVISION OF OIL, GAS, AND MIN		5.LEASE DESIGNATION AND SERIAL NUMBER: UTU-01196-B
	RY NOTICES AND REPORTS		6. IF INDIAN, ALLOTTEE OR TRIBE NAME:
	sals to drill new wells, significantly deepen ogged wells, or to drill horizontal laterals. Us		7.UNIT or CA AGREEMENT NAME: NATURAL BUTTES
1. TYPE OF WELL Gas Well			8. WELL NAME and NUMBER: NBU 1022-9K-2T
2. NAME OF OPERATOR: KERR-MCGEE OIL & GAS ONSI	HORE, L.P.		9. API NUMBER: 43047388800000
3. ADDRESS OF OPERATOR: P.O. Box 173779 1099 18th St	PHONE NUMBER: 720 929-6587 Ext	9. FIELD and POOL or WILDCAT: NATURAL BUTTES	
4. LOCATION OF WELL FOOTAGES AT SURFACE: 2126 FSL 1483 FWL	COUNTY: UINTAH		
QTR/QTR, SECTION, TOWNSHI Qtr/Qtr: NESW Section: 09	5	STATE: UTAH	
11.	CK APPROPRIATE BOXES TO INDICAT	E NATURE OF NOTICE, REPORT,	OR OTHER DATA
TYPE OF SUBMISSION		TYPE OF ACTION	
	ACIDIZE	ALTER CASING	CASING REPAIR
NOTICE OF INTENT	CHANGE TO PREVIOUS PLANS	CHANGE TUBING	CHANGE WELL NAME
Approximate date work will start:	CHANGE WELL STATUS	COMMINGLE PRODUCING FORMATIONS	☐ CONVERT WELL TYPE
SUBSEQUENT REPORT Date of Work Completion:	DEEPEN	FRACTURE TREAT	☐ NEW CONSTRUCTION
	OPERATOR CHANGE	PLUG AND ABANDON	☐ PLUG BACK
✓ SPUD REPORT	PRODUCTION START OR RESUME	RECLAMATION OF WELL SITE	RECOMPLETE DIFFERENT FORMATION
Date of Spud: 5/18/2009	REPERFORATE CURRENT FORMATION	SIDETRACK TO REPAIR WELL	TEMPORARY ABANDON
3, 10, 2003	TUBING REPAIR	☐ VENT OR FLARE	WATER DISPOSAL
DRILLING REPORT Report Date:	☐ WATER SHUTOFF	SI TA STATUS EXTENSION	APD EXTENSION
	☐ WILDCAT WELL DETERMINATION	OTHER	OTHER:
12. DESCRIBE PROPOSED OR CO	MPLETED OPERATIONS. Clearly show all pert	inent details including dates, depths, v	olumes, etc.
RAN 14" 36.7# SCH	BUCKET RIG. DRILLED 20" CC EDULE 10 PIPE. CMT W/28 SX CATION ON 05/18/2009 AT 15	READY MIX. SPUD WELL A 330 HRS. L	Jtah Division of
			, Gas and Mining
		FOR	RECORDONLY
			171ay 15, 2005
NAME (PLEASE PRINT)	PHONE NUMBER	TITLE	
Sheila Upchego	435 781-7024	Regulatory Analyst	
SIGNATURE N/A		DATE 5/19/2009	

Sundry Number: 1-6622 Approval of this: 43047388800000
Action is Necessary

	STATE OF UTAH		FORM 9		
	DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINING	G	5.LEASE DESIGNATION AND SERIAL NUMBER: UTU-01196-B		
SUNDF	RY NOTICES AND REPORTS ON	N WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:		
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2. NAME OF OPERATOR: KERR-MCGEE OIL & GAS ONS	HORE, L.P.		9. API NUMBER: 43047388800000		
3. ADDRESS OF OPERATOR: P.O. Box 173779 1099 18th S	UMBER: 720 929-6515 Ext	9. FIELD and POOL or WILDCAT: NATURAL BUTTES			
4. LOCATION OF WELL FOOTAGES AT SURFACE: 2126 FSL 1483 FWL		COUNTY: UINTAH			
QTR/QTR, SECTION, TOWNSHI Qtr/Qtr: NESW Section: 09		STATE: UTAH			
11. CHE	CK APPROPRIATE BOXES TO INDICATE N	ATURE OF NOTICE, REPORT,	OR OTHER DATA		
TYPE OF SUBMISSION		TYPE OF ACTION			
	ACIDIZE	ALTER CASING	✓ CASING REPAIR		
NOTICE OF INTENT Approximate date work will start:	☐ CHANGE TO PREVIOUS PLANS	CHANGE TUBING	☐ CHANGE WELL NAME		
7/12/2011	☐ CHANGE WELL STATUS	COMMINGLE PRODUCING FORMATIONS	CONVERT WELL TYPE		
SUBSEQUENT REPORT	Deepen	FRACTURE TREAT	□ NEW CONSTRUCTION		
Date of Work Completion:		PLUG AND ABANDON	☐ PLUG BACK		
	☐ PRODUCTION START OR RESUME ☐	RECLAMATION OF WELL SITE	RECOMPLETE DIFFERENT FORMATION		
SPUD REPORT Date of Spud:		SIDETRACK TO REPAIR WELL	☐ TEMPORARY ABANDON		
	TUBING REPAIR	VENT OR FLARE	☐ WATER DISPOSAL		
DRILLING REPORT	□ WATER SHUTOFF □	SI TA STATUS EXTENSION	APD EXTENSION		
Report Date:	☐ WILDCAT WELL DETERMINATION ✓	OTHER	OTHER: Wellhead Repair		
			<u> </u>		
l .	OMPLETED OPERATIONS. Clearly show all pertiner ts approval to conduct wellhead/				
	ell location. Please find the attach				
	sed repair work on the subject we		Accepted by the		
			Utah Division of Oil, Gas and Mining		
		Da	ate: $07/20/2011$		
			1 lest Kl Junt		
		B	y:		
NAME (PLEASE PRINT)	PHONE NUMBER	TITLE			
Gina Becker	720 929-6086	Regulatory Analyst II			
SIGNATURE N/A		DATE 7/12/2011			

WORKORDER #:

Name: <u>NBU 1022-9K-2T</u> 7/1/2011

Surface Location: NESW Sec. 9, T10S, R22E

Uintah County, UT

API: 4304738880 **LEASE#:** UTU-01196-B

ELEVATIONS: 5152' GL 5170' KB

TOTAL DEPTH: 8800' **PBTD:** 8738'

SURFACE CASING: 9 5/8", 36# J-55 @ 2035'

PRODUCTION CASING: 4 1/2", 11.6#, I-80 @ 8776'

TOC @ 94' per CBL (with min 50' isolation)

PERFORATIONS: Mesaverde 6560' – 8648'

Tubular/Borehole	Drift	Collapse	Burst	Capacities					
	inches	psi	psi	Gal./ft.	Cuft/ft.		Bbl./ft.		
2.375" 4.7# J-55 tbg.	1.901	8100	7700	0.1624		0.02171	0.00387		
4.5" 11.6# I-80	3.875	6350	7780	0.6528		0.0872	0.0155		
9.625" 36# J-55	8.921	2020	3520	3.247		0.434	0.0773		
Annular Capacities									
2.375" tbg. X 4 ½" 11.6#	csg			0.4227	0.0565		0.01		

GEOLOGICAL TOPS:

1107' Green River

1886' Mahogany

4300' Wasatch

6702' Mesaverde

NBU 1022-9K-2T- WELLHEAD REPAIR PROCEDURE

PREP-WORK PRIOR TO MIRU:

- 1. Dig out down to the 2" surface casing valve or to the valve on the riser off the surface casing.
- 2. Install a tee with 2 valves, with a pressure gauge and sensor on one valve.
- 3. Open casing valve and record pressures.
- 4. Install nipple and steel hose on the other valve, the relief valve,. Do not use hammer unions. No impact equipment or tools to be used for any of this installation. Extend hose and hard piping to a downwind location at least 100' from the wellhead. Consider installing a manifold so that vent area could be in two locations approx. 90 degrees apart from the wellhead.
- 5. Open the relief valve and blow well down to the atmosphere.
- 6. Make a determination of amount of gas flow, either by installation of a choke nipple, bucket test or other.
- 7. Shut well in. Observe for rate of build-up by utilizing sensor data. Do not build-up for more than 24 hours. Vent gas through the vent line and leave open to the atmosphere.

WORKOVER PROCEDURE:

- 1. MIRU workover rig.
- 2. Kill well with 10# brine / KCL (dictated by well pressure).
- 3. Remove tree, install double BOP with blind and 2 3/8" pipe rams, with accumulator closing unit and manual back-ups. Function test BOP system.
- 4. POOH w/ tubing laying down extra tubing.
- 5. Rig up wireline service. RIH and set CBP @ ~6510'. Dump bail 4 sx cement on top of plug. POOH and RD wireline service. TIH w/ tubing and seating nipple. Land tubing ±60' above cement. RDMO.
- 6. Monitor well pressures. If surface casing is dead. MIRU. ND WH and NU BOP. POOH w/ tubing.
- 7. Depending on conditions at wellsite, continue with either CUT/PATCH Procedure or BACK-OFF Procedure.

CUT/PATCH PROCEDURE:

- 1. PU internal casing cutters and RIH. Cut casing at +/- 30' from surface.
- 2. POOH, LD cutters and casing.
- 3. PU 7 3/8" overshot with 4 ½" right hand standard wicker grapple, 1 4 ¾" drill collar with 3 ½" IF threads, pup joint, manual bumper sub, and crossovers. If casing cut is deeper than ±30' utilize >7000 ft-lb torque pipe as needed. Pull a minimum of 10,000# to keep grapple engaged if cement top is high (<~900'). If cement top is low (>~900'), more weight will be required to put casing in neutral. Torque casing string to ±7000 ft-lbs, count number of turns to make-up, and document in the daily report. Ensure that tongs are safely anchored to rig and that all personnel are at a safe working distance from the tongs during torque-up and torque release. After initial make-up, place pipe torque to neutral and mark pipe. Place ±7000 ft-lbs on casing a second time, count turns, then return pipe torque to neutral and count turns. Repeat if torque-up turns do not equal torque release turns. Once torque-in equals torque-out, release overshot, POOH, and lay down.
- 4. TIH w/ skirted mill and dress off the fish top for approximately ½ hour. TOOH.
- 5. PU & RIH w/ $4\frac{1}{2}$ " 10k external casing patch on $4\frac{1}{2}$ " P-110 casing. Ensure that sliding sleeve assembly shifts ±3' and casing tags no-go portion of patch. NOTE: Shear pins will shear at 3500 to 4500 lbs.
- 6. Latch fish, PU to 100,000# tension. RU B&C. Cycle pressure test to 3500 psi.
- 7. Install slips. Land casing w/ 80,000# tension.
- 8. Cut-off and dress 4 ½" casing stub.
- 9. NUWH. PU 3 7/8" bit, POBS and RIH. D/O cement and plug ~6460'. Clean out to PBTD (8738').
- 10. POOH, land tbg and pump off POBS.
- 11. NUWH, RDMO. Turn well over to production ops.

BACK-OFF PROCEDURE:

- 1. PU internal casing cutters and RIH. Cut casing at +/- 6' from surface.
- 2. POOH, LD cutters and casing.
- 3. PU 4 ½" overshot. RIH, latch fish. Pick string weight to neutral.
- 4. MIRU casing crew and wireline services. RIH and shoot string shot at casing collar @ ± 46'.
- 5. Back-off casing, POOH.

- 6. PU new casing joint with buttress threads and entry guide and RIH. Tag casing top. Thread into casing and torque up to ±7000 ft-lbs, count number of additional turns to make-up, and document in the daily report. Ensure that tongs are safely anchored to rig and that all personnel are at a safe working distance from the tongs during torque-up and torque release. After initial make-up, place pipe torque to neutral and mark pipe. Place ±7000 ft-lbs on casing a second time, count turns, then return pipe torque to neutral and count turns. Repeat if torque-up turns do not equal torque release turns. Once torque-in equals torque-out go to step 7.
- 7. PU 100,000# tension string weight. RU B&C. Cycle pressure test to 3500 psi.
- 8. Install slips. Land casing w/ 80,000# tension.
- 9. Cut-off and dress 4 ½" casing stub.
- 10. NUWH. PU 3 7/8" bit, POBS and RIH. D/O cement and plug ~6460'. Clean out to PBTD (8738').
- 11. POOH, land tbg and pump off POBS.
- 12. NUWH, RDMO. Turn well over to production ops.

STRENGTH DATA FOR LOGAN 5.88" OD "L" TYPE CSG PATCH 4-1/2 CASING, 10K PSI MAX WP 125K YIELD MAT'L LOGAN ASSEMBLY NO. 510L-005 -000



COLLAPSE PRESSURE: 11,222 PSI @ 0 TENSILE 8,634 PSI @ 220K TENSILE

Tensile Strength @ Yield: Tensile Strength w/ 0 Int. Press.= 472,791lbs. Tensile Strength w/ 10K Int. Press.= 313,748lbs.

DATA BY SLS 11/16/2009

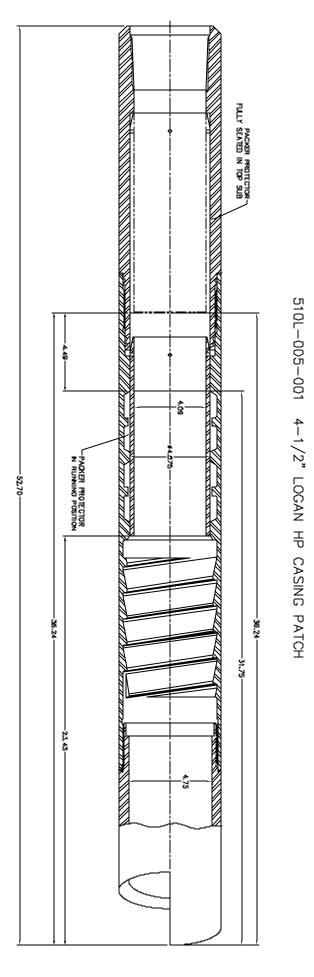


Logan High Pressure Casing Patches Assembly Procedure

All parts should be thoroughly greased before being assembled.

- 1. Install all four Logan Type "L" Packers in the spaces provided in the Casing Patch Bowl. Refer to diagram provided for proper installation.
- 2. Install Packer Protector from the Basket Grapple end of the Bowl. The beveled end of the Packer Protector goes in first. Carefully push the Packer Protector through the four Type "L" Packers.
- 3. Align Shear Pin Holes in Packer Protector so that the holes have just passed into the counter bore at the Top Sub end, refer to diagram. The Packer Protector is provided with four Shear Pin Holes. Use only two holes, 180 degrees apart and install the pins.
- 4. Screw the Basket Grapple in from the lower end of the Bowl, using left-hand rotation. The Tang Slot in the Basket Grapple must land in line with the slot in the Bowl.
- 5. Insert the Basket Grapple Control into the end of the Bowl. Align Tang on the Basket Grapple Control with the Tang Slot of the Bowl and Basket Grapple. This secures the Bowl and the Basket Grapple together.
- 6. Install the Cutlipped Guide into the lower end of the Bowl.
- 7. Install O-Rings on the two five-foot long Extensions. Screw the first Extension into the top end of the Bowl. Screw the second Extension into the top end of the first Extension.
- 8. Install O-Ring on Top Sub. Screw Top Sub into top end of second Extension.

Follow recommended Make-Up Torque as provided in chart.



RECEIVED Jul. 12, 2011

Sundry Number: 27800 API Well Number: 43047388800000

	STATE OF UTAH		FORM 9		
ı	DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINING	3	5.LEASE DESIGNATION AND SERIAL NUMBER: UTU-01196-B		
SUNDR	Y NOTICES AND REPORTS ON	WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:		
	posals to drill new wells, significantly deep eenter plugged wells, or to drill horizontal n for such proposals.		7.UNIT or CA AGREEMENT NAME: NATURAL BUTTES		
1. TYPE OF WELL Gas Well			8. WELL NAME and NUMBER: NBU 1022-9K-2T		
2. NAME OF OPERATOR: KERR-MCGEE OIL & GAS ON	ISHORE, L.P.		9. API NUMBER: 43047388800000		
3. ADDRESS OF OPERATOR: P.O. Box 173779 1099 18th	9. FIELD and POOL or WILDCAT: 5NIATUERAL BUTTES				
4. LOCATION OF WELL FOOTAGES AT SURFACE: 2126 FSL 1483 FWL		COUNTY: UINTAH			
QTR/QTR, SECTION, TOWNSH Qtr/Qtr: NESW Section: (STATE: UTAH				
11. CHECI	K APPROPRIATE BOXES TO INDICATE N	ATURE OF NOTICE, REPOR	T, OR OTHER DATA		
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Approximate date work will start:	CHANGE WELL STATUS	COMMINGLE PRODUCING FORMATIONS	CONVERT WELL TYPE		
SUBSEQUENT REPORT Date of Work Completion:	DEEPEN	FRACTURE TREAT	NEW CONSTRUCTION		
12/14/2011		PLUG AND ABANDON	PLUG BACK		
SPUD REPORT		RECLAMATION OF WELL SITE	RECOMPLETE DIFFERENT FORMATION		
Date of Spud:	REPERFORATE CURRENT FORMATION	SIDETRACK TO REPAIR WELL	TEMPORARY ABANDON		
	UBING REPAIR	VENT OR FLARE	WATER DISPOSAL		
DRILLING REPORT Report Date:	☐ WATER SHUTOFF ☐ 9	SI TA STATUS EXTENSION	APD EXTENSION		
Report Bate.					
		OTHER	OTHER:		
	COMPLETED OPERATIONS. Clearly show all per oncluded the wellhead/casing real attached chronological history	epairs on the subject	well location. Please see that		
Jaime Scharnowske	720 929-6304	Regulartory Analyst			
SIGNATURE N/A		DATE 7/17/2012			

RECEIVED: Jul. 17, 2012

Sundry Number: 27800 API Well Number: 43047388800000

	US ROCKIES REGION Operation Summary Report									
Well: NBU 1022-	-9K-2T		Spud Cor	onductor: 5/18/2009 Spud Date: 5/27/2				2009		
Project: UTAH-UINTAH Site: C			Site: CIG	E 14 PAC)			Rig Name No: SWABBCO 6/6		
Event: WELL WORK EXPENSE Start Da			Start Date	te: 12/12/2011				End Date: 12/14/2011		
Active Datum: RI	e Datum: RKB @5,170.00usft (above Mean Sea)			UWI: NE/SW/0/10/S/22/E/9/0/0/6/PM/S/2,126.0				6.00/W/0/1,484.00/0/0		
Date	Time Start-End	Duration (hr)	Phase	Code	Sub Code	P/U	MD From (usft)	Operation		
12/12/2011	7:00 - 7:15	0.25	WO/REP	48		Р		JSA= MOVE ON SLICK ROADS		
	7:15 - 17:00	9.75	WO/REP	30		Р		MOVE RIG & EQUIP FROM NBU 1022-8IT TO 1022-9K-2T SPOT RIG & EQUIP RU RIG & PUMP CONTROL TUB W/ 20 BBLS TMAC ND WELLHEAD NU BOPS RU FLOOR & TUBING EQUIP CONTROL CSG W/ 20 BBLS TMAC UNLAND TUBING LD HNGR POOH W/ 260 JNTS 2-3/8" J-55 RU W/L RIH W/ GUAGE RNG TO 6600' POOH PU 10K CIBP SET @ 6500' DUMP BAIL 2 SKS CEM ON PLG FILL HOLE W/ TMAC PRESS TEST TO 500# PREP TO REPAIR W/H IN AM SIW SDFN		
12/13/2011	7:00 - 7:15	0.25	WO/REP	48		Р		JSA= PWR SWVL SAFETY		
	7:15 - 17:00	9.75	WO/REP	30		Р		SIWP= 0 PSI ND BOPS PU INT CUTTER CUT CSG BELOW HNGR PU OVERSHOT RIH RU W/L & CSG TONGS B/O PUP PU NEW 4-1/2"X10' PUP RIH THREAD ONTO CSG TORQUE TO 7000# W/ 14 ROUNDS PULL 90000# TENSION NU TESTER & TEST TO 3500# 30 MIN W/ 24# LOSS SET SLIPS NUWELLHEAD & BOPS RU FLOOR & TUBING EQUIP PU 3-7/8" BIT RIH TAG TOC @ 6490' POOH 10 STANDS SIW SDFN		
12/14/2011	7:00 - 7:15	0.25	WO/REP	48		Р		JSA= FOAM UNIT SAFETY		
	7:15 - 17:00	9.75	WO/REP	30		Р		SIWP= 0 PSI RIH 10 STANDS EST CIRC W/ FOAM AIR UNIT C/O & DRILL THRU CEM & CIBP @ 6500' W/ 0 INCREASE CIRC CEAN CONTINUE TO RIH TAG @ 8253' C/O & DRILL TO 8660' TAG SOLID CIRC CLEAN POOH LD 15 JNTS LAND TUBING ON HNGR @ EOT 8211.17' DROP BALL PUMP OFF BIT @ 2500# PU RIH W/ BROACH TO XN NPL RD FLOOR & TUBING EQUIP ND BOPS NU WELLHEAD RD RIG PREP TO MOVE IN AM TO 1022-10N PAD		

1/24/2012 12:21:21PM 1